

SENATE BILL 5181

State of Washington 56th Legislature 1999 Regular Session

By Senators Loveland, West, Brown and Winsley; by request of Governor Locke

Read first time 01/15/1999. Referred to Committee on Ways & Means.

1 AN ACT Relating to fiscal matters; amending RCW 72.09.050; amending
2 1997 c 149 ss 143, 713, 802, 804, 901, 903, 904, 906, 907, 908, and 909
3 (uncodified); amending 1997 c 454 s 509 (uncodified); amending 1998 c
4 346 ss 105, 106, 110, 114, 115, 117, 121, 128, 201, 202, 203, 204, 205,
5 206, 207, 208, 209, 210, 211, 212, 213, 214, 217, 218, 219, 220, 222,
6 302, 304, 307, 308, 401, 402, 502, 503, 504, 505, 507, 509, 510, 511,
7 512, 513, 514, 515, 604, 607, 609, 701, 702, 704, 705, 706, 717, 801,
8 802, 803, 902, and 903 (uncodified); adding new sections to 1997 c 149
9 (uncodified); making appropriations; and declaring an emergency.

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

11 PART I
12 GENERAL GOVERNMENT

13 Sec. 101. 1998 c 346 s 105 (uncodified) is amended to read as
14 follows:

15 FOR THE COURT OF APPEALS
16 General Fund Appropriation (FY 1998) \$ 10,340,000
17 General Fund Appropriation (FY 1999) \$ ((10,307,000))
18 10,322,000

1 TOTAL APPROPRIATION \$ ((20,647,000))
2 20,662,000

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

5 (1) \$271,000 of the general fund fiscal year 1999 appropriation is
6 provided solely for an additional judge position and related support
7 staff in division I in King county, effective July 1, 1998.

8 (2) \$490,000 of the general fund fiscal year 1998 appropriation is
9 provided solely for remodeling existing space in division I court
10 facilities to house additional staff.

11 **Sec. 102.** 1998 c 346 s 106 (uncodified) is amended to read as
12 follows:

13 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

14 General Fund Appropriation (FY 1998) \$ 692,000
15 General Fund Appropriation (FY 1999) \$ ((714,000))
16 719,000
17 TOTAL APPROPRIATION \$ ((1,406,000))
18 1,411,000

19 **Sec. 103.** 1998 c 346 s 110 (uncodified) is amended to read as
20 follows:

21 **FOR THE PUBLIC DISCLOSURE COMMISSION**

22 General Fund Appropriation (FY 1998) \$ 1,568,000
23 General Fund Appropriation (FY 1999) \$ ((1,262,000))
24 1,630,000
25 TOTAL APPROPRIATION \$ ((2,830,000))
26 3,198,000

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

29 (1) \$306,000 of the general fund fiscal year 1998 appropriation and
30 \$72,000 of the general fund fiscal year 1999 appropriation are provided
31 solely for technology for customer service improvements.

32 (2) \$111,000 of the fiscal year 1998 general fund appropriation is
33 provided for attorney general services for the public disclosure
34 commission's investigations of the Washington education association and
35 the building industry association of Washington, and other cases.

1 **Sec. 104.** 1998 c 346 s 114 (uncodified) is amended to read as
2 follows:

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

4	General Fund Appropriation (FY 1998)	\$	11,000
5	General Fund Appropriation (FY 1999)	\$	((63,000))
6			<u>144,000</u>
7	TOTAL APPROPRIATION	\$	((74,000))
8			<u>155,000</u>

9 **Sec. 105.** 1998 c 346 s 115 (uncodified) is amended to read as
10 follows:

11 **FOR THE ATTORNEY GENERAL**

12	General Fund--State Appropriation (FY 1998)	\$	4,161,000
13	General Fund--State Appropriation (FY 1999)	\$	((3,831,000))
14			<u>3,919,000</u>
15	General Fund--Federal Appropriation	\$	2,248,000
16	Public Safety and Education Account		
17	Appropriation	\$	1,291,000
18	New Motor Vehicle Arbitration Account		
19	Appropriation	\$	1,094,000
20	Legal Services Revolving Account		
21	Appropriation	\$	((125,758,000))
22			<u>129,234,000</u>
23	TOTAL APPROPRIATION	\$	((138,383,000))
24			<u>141,947,000</u>

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

27 (1) The attorney general shall report each fiscal year on actual
28 legal services expenditures and actual attorney staffing levels for
29 each agency receiving legal services. The report shall be submitted to
30 the office of financial management and the fiscal committees of the
31 senate and house of representatives no later than ninety days after the
32 end of each fiscal year.

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

- 35 (a) The number of hours and cost of attorney services provided during
36 the billing period; (b) cost of support staff services provided during
37 the billing period; (c) attorney general overhead and central support
38 costs charged to the agency for the billing period; (d) direct legal

1 costs, such as filing and docket fees, charged to the agency for the
2 billing period; and (e) other costs charged to the agency for the
3 billing period. The attorney general may, with approval of the office
4 of financial management change its billing system to meet the needs of
5 its user agencies.

6 (3) \$300,000 of the fiscal year 1998 general fund--state
7 appropriation (~~is~~) and \$63,000 of the fiscal year 1999 general fund--
8 state appropriation are provided for a comprehensive assessment of
9 environmental and public health impacts and for other costs related to
10 pursuing remedies for pollution in the Spokane river basin.

11 (4) \$440,000 of the fiscal year 1998 general fund--state
12 appropriation and \$410,000 of the fiscal year 1999 general fund--state
13 appropriation are provided solely to implement the supervision
14 management and recidivist tracking program to allow the department of
15 corrections and local law enforcement agencies to share information
16 concerning the activities of offenders on community supervision.

17 **Sec. 106.** 1998 c 346 s 117 (uncodified) is amended to read as
18 follows:

19 **FOR THE DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC DEVELOPMENT**

20	General Fund--State Appropriation (FY 1998) . . . \$	57,078,000
21	General Fund--State Appropriation (FY 1999) . . . \$	((61,451,000))
22		<u>62,426,000</u>
23	General Fund--Federal Appropriation \$	164,000,000
24	General Fund--Private/Local Appropriation \$	6,903,000
25	Public Safety and Education Account	
26	Appropriation \$	8,720,000
27	Public Works Assistance Account	
28	Appropriation \$	2,223,000
29	Building Code Council Account Appropriation . . . \$	1,366,000
30	Administrative Contingency Account	
31	Appropriation \$	1,776,000
32	Low-Income Weatherization Assistance Account	
33	Appropriation \$	923,000
34	Violence Reduction and Drug Enforcement Account	
35	Appropriation \$	6,042,000
36	Manufactured Home Installation Training Account	
37	Appropriation \$	250,000
38	Washington Housing Trust Account	

1	Appropriation	\$	7,999,000
2	Public Facility Construction Loan Revolving Account		
3	Appropriation	\$	515,000
4	Clean Washington Account Appropriation (FY 1998)	\$	11,000
5	TOTAL APPROPRIATION	\$	((319,257,000))
6			<u>320,232,000</u>

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

9 (1) \$2,962,500 of the general fund--state appropriation for fiscal
10 year 1998 and \$3,602,500 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for a contract with the Washington
12 technology center. For work essential to the mission of the Washington
13 technology center and conducted in partnership with universities, the
14 center shall not pay any increased indirect rate nor increases in other
15 indirect charges above the absolute amount paid during the 1995-97
16 biennium.

17 (2) \$155,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$445,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely for a contract with the Washington
20 manufacturing extension partnership.

21 (3) \$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 multi-
25 jurisdictional 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 for the department of corrections for a feasibility
9 study of replacing or updating the offender based tracking system.

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

12 (n) No more than \$706,400 to the department for grant
13 administration and 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 moneys in excess of
17 those appropriated in this section become available, whether from prior
18 or current fiscal year Byrne grant distributions, the department shall
19 hold these moneys in reserve and may not expend them without a specific
20 appropriation. These moneys shall be carried forward and applied to
21 the pool of moneys available for appropriation for programs and
22 projects in the succeeding fiscal year. As part of its budget request
23 for the succeeding fiscal year, the department shall estimate and
24 request authority to spend any funds remaining in reserve as a result
25 of this subsection.

26 (4) \$11,715,000 of the general fund--federal appropriation is
27 provided solely for the drug control and system improvement formula
28 grant program, to be distributed in state fiscal year 1999 as follows:

29 (a) \$3,878,250 to local units of government to continue
30 multijurisdictional narcotics task forces;

31 (b) \$531,000 to the department to continue the drug prosecution
32 assistance program in support of multijurisdictional narcotics task
33 forces;

34 (c) \$1,363,075 to the Washington state patrol for coordination,
35 investigative, and supervisory support to the multijurisdictional
36 narcotics task forces and for methamphetamine education and response;

37 (d) \$256,000 to the department for grants to support tribal law
38 enforcement needs;

39 (e) \$1,093,000 to drug courts in eastern and western Washington;

1 (f) \$312,000 to the department for grants assisting in the
2 development, conduct, and training on sentencing alternatives;

3 (g) \$261,000 to the department to continue a substance-abuse
4 treatment in jails program, to test the effect of treatment on future
5 criminal behavior;

6 (h) \$581,075 to the department to continue domestic violence legal
7 advocacy;

8 (i) \$949,000 to the department to continue youth violence
9 prevention and intervention projects;

10 (j) \$91,000 to the department to continue the governor's council on
11 substance abuse;

12 (k) \$99,000 to the department to continue evaluation of Byrne
13 formula grant programs;

14 (l) \$1,496,200 to the office of financial management for the
15 criminal history records improvement program; and

16 (m) \$804,400 to the department for required grant administration,
17 monitoring and reporting on Byrne formula grant programs.

18 These amounts represent the maximum Byrne grant expenditure
19 authority for each program. No program may expend Byrne grant funds in
20 excess of the amounts provided in this subsection. If moneys in excess
21 of those appropriated in this subsection become available, whether from
22 prior or current fiscal year Byrne grant distributions, the department
23 shall hold these moneys in reserve and may not expend them without
24 specific appropriation. These moneys shall be carried forward and
25 applied to the pool of moneys available for appropriation for programs
26 and projects in the succeeding fiscal year. As part of its budget
27 request for the succeeding year, the department shall estimate and
28 request authority to spend any funds remaining in reserve as a result
29 of this subsection.

30 (5) \$1,000,000 of the general fund fiscal year 1998 appropriation
31 and \$1,000,000 of the general fund fiscal year 1999 appropriation are
32 provided solely to implement Engrossed Substitute House Bill No. 1576
33 (buildable lands) or Senate Bill No. 6094 (growth management). If
34 neither bill is enacted by June 30, 1997, the amounts provided in this
35 subsection shall lapse.

36 (6) \$4,766,000 of the public safety and education account
37 appropriation, \$1,000,000 of the fiscal year 1998 general fund--state
38 appropriation, and \$1,034,000 of the fiscal year 1999 general fund--
39 state appropriation are provided solely for indigent civil legal

1 representation services contracts and contracts administration. The
2 amounts provided in this subsection are contingent upon enactment of
3 section 2 of Engrossed Substitute House Bill No. 2276 (civil legal
4 services for indigent persons). If section 2 of the bill is not
5 enacted by June 30, 1997, the amount provided in this subsection shall
6 lapse.

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

14 (8) \$75,000 of the general fund--state fiscal year 1998
15 appropriation and \$75,000 of the general fund--state fiscal year 1999
16 appropriation are provided solely as a grant for the community
17 connections program in Walla Walla county.

18 (9) \$300,000 of the general fund--state fiscal year 1998
19 appropriation and \$300,000 of the general fund--state fiscal year 1999
20 appropriation are provided solely to contract with the Washington state
21 association of court-appointed special advocates/guardians ad litem
22 (CASA/GAL) to establish pilot programs in three counties to recruit
23 additional community volunteers to represent the interests of children
24 in dependency proceedings. Of this amount, a maximum of \$30,000 shall
25 be used by the department to contract for an evaluation of the
26 effectiveness of CASA/GAL in improving outcomes for dependent children.
27 The evaluation shall address the cost-effectiveness of CASA/GAL and to
28 the extent possible, identify savings in other programs of the state
29 budget where the savings resulted from the efforts of the CASA/GAL
30 volunteers. The department shall report to the governor and
31 legislature by October 15, 1998.

32 (10) \$75,000 of the general fund--state appropriation for fiscal
33 year 1999 is provided solely for state sponsorship of the "BIO 99"
34 international biotechnology conference and exhibition in the Seattle
35 area in 1999.

36 (11) \$698,000 of the general fund--state appropriation for fiscal
37 year 1998, \$697,000 of the general fund--state appropriation for fiscal
38 year 1999, and \$1,101,000 of the administrative contingency account

1 appropriation are provided solely for contracting with associate
2 development organizations.

3 (12) \$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 expand the long-term care
6 ombudsman program.

7 (13) \$60,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$60,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for implementation of the Puget
10 Sound work plan action item DCTED-01.

11 (14) \$20,000 of the general fund--state appropriation for fiscal
12 year 1998 is provided solely for a task force on tourism promotion and
13 development. The task force shall report to the legislature on its
14 findings and recommendations by January 31, 1998.

15 (15) \$61,000 of the general fund--state appropriation for fiscal
16 year 1998 and \$60,000 of the general fund--state appropriation for
17 fiscal year 1999 are provided solely for the pacific northwest economic
18 region (PNWER).

19 (16) \$123,000 of the general fund--state appropriation for fiscal
20 year 1998 and \$124,000 of the general fund--state appropriation for
21 fiscal year 1999 are provided solely for the community development
22 finance program.

23 (17) Within the appropriations provided in this section, the
24 department shall conduct a study of possible financial incentives to
25 assist in revitalization of commercial areas and report its findings
26 and recommendations to the appropriate committees of the legislature by
27 November 15, 1997.

28 (~~(19)~~) (18) \$1,000,000 of the general fund--state appropriation
29 for fiscal year 1999 is provided solely for the development of housing
30 for low-income temporary or migrant farm workers through grants awarded
31 after the effective date of this act. The legislature finds that
32 providing housing for low-income temporary or migrant workers is a
33 public purpose. The department shall prioritize grants and shall award
34 grants on a competitive basis to local governments, nonprofit
35 corporations, or other nonprofit entities. Grant moneys awarded by the
36 department under this subsection may be matched by nonstate sources on
37 a dollar-for-dollar basis, in cash or in-kind. Of the amount provided
38 in this subsection, \$100,000 is provided solely for restroom and shower
39 facilities at the Horn Rapids Park in Benton county; no match need be

1 provided for this project. The amount provided in this subsection is
2 contingent upon enactment of sections 1 through 8 of Second Substitute
3 Senate Bill No. 6168. If any of these sections of the bill are not
4 enacted by June 30, 1998, this subsection is null and void, and the
5 amounts provided in this subsection shall lapse. Any amounts provided
6 in this subsection not committed to grants by June 30, 1999, shall
7 lapse.

8 ~~((+20))~~ (19) \$275,000 of the general fund--state appropriation for
9 fiscal year 1999 is provided solely for coastal erosion project grants
10 to the city of Ocean Shores.

11 ~~((+21))~~ (20) \$191,000 of the general fund--state appropriation for
12 fiscal year 1999 is provided solely for the implementation of
13 Substitute House Bill No. 2556 (child abuse prevention and treatment).
14 If the bill is not enacted by June 30, 1998, the amount provided in
15 this subsection shall lapse.

16 ~~((+22))~~ (21) \$965,000 of the general fund--state appropriation for
17 fiscal year 1999 is provided solely for the implementation of
18 Substitute Senate Bill No 6655 (Spokane intercollegiate research and
19 technology institute).

20 ~~((+23))~~ (22) \$92,000 of the general fund--state appropriation for
21 fiscal year 1999 is provided solely for the implementation of Engrossed
22 Substitute Senate Bill No. 6560 (electric power customer rights). For
23 any portion of the appropriation that is expended for contracted
24 services, the department shall: (a) Form an advisory committee
25 consisting of representatives from public utility districts and
26 residential, commercial, and industrial customers; and (b) submit for
27 review and approval by the advisory committee the request for proposal
28 and selection of the successful bidder or bidders. If the bill is not
29 enacted by June 30, 1998, the amount provided in this subsection shall
30 lapse.

31 ~~((+24))~~ (23) \$383,000 of the general fund--state appropriation for
32 fiscal year 1999 is provided solely for the emergency food assistance
33 program.

34 ~~((+25))~~ (24) \$120,000 of the general fund--state appropriation for
35 fiscal year 1999 is provided solely for grants to licensed overnight
36 youth shelters for the purpose of assisting the shelters in meeting the
37 minimum requirements for receiving a license under chapter 74.15 RCW.
38 The department may provide grants of up to twenty thousand dollars per
39 year for each shelter. Only shelters that are currently licensed are

1 eligible to receive the grants. Funds may be used for the following
2 purposes, including but not limited to: Additional staff, food,
3 facility maintenance, or beds, provided that these costs are necessary
4 to meet the licensing and facility standards adopted by the department
5 of social and health services. For purposes of this subsection,
6 "overnight youth shelter" means a licensed facility operated by a
7 nonprofit agency that provides overnight shelter to homeless or runaway
8 youth because of family problems or dysfunctions.

9 ~~((+26))~~ (25) \$27,000 of the general fund--state appropriation for
10 fiscal year 1999 is provided solely for the sexual assault program
11 within the office of crime victims advocacy.

12 ~~((+27))~~ (26) \$37,000 of the general fund--state appropriation for
13 fiscal year 1998 and \$128,000 of the general fund--state appropriation
14 for fiscal year 1999 are provided solely for deposit in the state trade
15 fair fund. If Engrossed Second Substitute Senate Bill No. 6562 is not
16 enacted by June 30, 1998, the amounts provided in this subsection shall
17 lapse.

18 ~~((+28))~~ (27) \$1,100,000 of the general fund--state appropriation
19 for fiscal year 1999 is provided solely for the early childhood
20 education and assistance program.

21 (28) \$975,000 of the general fund--state appropriation for fiscal
22 year 1999 is provided solely for grants to counties for year 2000
23 contingency planning. The department may provide each county with a
24 grant of \$25,000, provided that the county identifies a year 2000
25 contingency coordinator and develops a contingency plan.

26 **Sec. 107.** 1998 c 346 s 121 (uncodified) is amended to read as
27 follows:

28 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**

29 Dependent Care Administrative Account

30 Appropriation \$ 357,000

31 Department of Retirement Systems Expense Account

32 Appropriation \$ 34,481,000

33 TOTAL APPROPRIATION \$ 34,838,000

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

36 (1) ~~((+\$1,373,000))~~ \$527,000 of the department of retirement systems
37 expense account appropriation is provided solely for the information
38 systems project known as the electronic document image management

1 system. Authority to expend this amount is conditioned on compliance
2 with section 902 of this act.

3 (2) \$1,259,000 of the department of retirement systems expense
4 account appropriation is provided solely for the information systems
5 project known as the receivables management system. Authority to
6 expend this amount is conditioned on compliance with section 902 of
7 this act.

8 (3) The department of retirement systems shall complete a study
9 examining whether it would be cost-effective to contract out the
10 administration functions for the dependent care assistance program and
11 shall report to the fiscal committees of the legislature by December
12 15, 1997.

13 (4) \$118,000 of the department of retirement systems expense
14 account appropriation is provided solely to implement Engrossed
15 Substitute House Bill No. 2491 (TRS/PERS plan I gain sharing). If the
16 bill is not enacted by June 30, 1998, the amount provided in this
17 subsection shall lapse.

18 (5) \$920,000 of the department of retirement systems expense
19 account appropriation is provided solely to implement Substitute Senate
20 Bill No. 6306 (creating the Washington school employees' retirement
21 system). If the bill is not enacted by June 30, 1998, the amount
22 provided in this subsection shall lapse.

23 (6) \$42,000 of the department of retirement systems expense account
24 appropriation is provided solely for the implementation of Engrossed
25 Senate Bill No. 6305 (death benefits for port and university police).
26 If the bill is not enacted by June 30, 1998, the amount provided in
27 this subsection shall lapse.

28 **Sec. 108.** 1997 c 149 s 143 (uncodified) is amended to read as
29 follows:

30 **FOR THE BOARD OF ACCOUNTANCY**

31 Certified Public Accountants' Account

32 Appropriation \$ ((978,000))
33 1,001,000

34 The appropriation in this section is subject to the following
35 conditions and limitations: \$22,000 of the certified public
36 accountants' account appropriation is provided solely for the
37 implementation of Engrossed House Bill No. 3901 (implementing welfare

1 reform). If the bill is not enacted by June 30, 1997, the amount
2 provided shall lapse.

3 **Sec. 109.** 1998 c 346 s 128 (uncodified) is amended to read as
4 follows:

5 **FOR THE MILITARY DEPARTMENT**

6	General Fund--State Appropriation (FY 1998) . . . \$	8,602,000
7	General Fund--State Appropriation (FY 1999) . . . \$	((9,390,000))
8		<u>15,040,000</u>
9	General Fund--Federal Appropriation \$	((34,314,000))
10		<u>34,307,000</u>
11	General Fund--Private/Local Appropriation \$	238,000
12	Flood Control Assistance Account Appropriation . \$	3,000,000
13	Enhanced 911 Account Appropriation \$	((26,782,000))
14		<u>29,392,000</u>
15	Disaster Response Account--State Appropriation . \$	((25,487,000))
16		<u>30,316,000</u>
17	Disaster Response Account--Federal Appropriation \$	((110,812,000))
18		<u>141,966,000</u>
19	TOTAL APPROPRIATION \$	((218,625,000))
20		<u>262,861,000</u>

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

23 (1) \$365,000 of the general fund--state appropriation for fiscal
24 year 1998, ~~((1,145,000))~~ \$5,974,000 of the general fund--state
25 appropriation for fiscal year 1999, \$3,000,000 of the flood control
26 assistance account appropriation, and \$6,197,000 of the general fund--
27 federal appropriation are provided solely for deposit in the disaster
28 response account to cover costs pursuant to subsection (2) of this
29 section.

30 (2) ~~((25,122,000))~~ \$27,483,000 of the disaster response account--
31 state appropriation is provided solely for the state share of response
32 and recovery costs associated with federal emergency management agency
33 (FEMA) disaster number 1079 (November/December 1995 storms), FEMA
34 disaster 1100 (February 1996 floods), FEMA disaster 1152 (November 1996
35 ice storm), FEMA disaster 1159 (December 1996 holiday storm), FEMA
36 disaster 1172 (March 1997 floods), FEMA disaster 1252 (1998 northeast
37 counties floods), FEMA disaster 1255 (1998 Kelso landslide), and to
38 assist local governmental entities with the matching funds necessary to

1 earn FEMA funds for FEMA disaster 1100 (February 1996 floods).
2 ((~~\$356,000~~)) \$2,824,000 of the disaster response account--state
3 appropriation is provided solely for fire mobilization costs. \$9,000
4 of the disaster response account--state appropriation is provided
5 solely for costs associated with FEMA disaster 1182 (Pend Oreille
6 county 1997 spring flood).

7 (3) \$100,000 of the general fund--state fiscal year 1998
8 appropriation and \$100,000 of the general fund--state fiscal year 1999
9 appropriation are provided solely for the implementation of a
10 conditional scholarship program pursuant to chapter 28B.103 RCW.

11 (4) \$35,000 of the general fund--state fiscal year 1998
12 appropriation and \$35,000 of the general fund--state fiscal year 1999
13 appropriation are provided solely for the north county emergency
14 medical service.

15 (5) \$36,000 of the general fund--state fiscal year 1998
16 appropriation and \$72,000 of the general fund--state fiscal year 1999
17 appropriation are provided solely for emergency worker claims pursuant
18 to chapter 38.52 RCW.

19 (6) \$825,000 of the general fund--state appropriation for fiscal
20 year 1999 is provided solely for reimbursement of costs associated with
21 activation of the Washington national guard for preserving the peace at
22 the July 1998 Makah days celebration.

23 (End of part)

1
2

PART II
HUMAN SERVICES

3 **Sec. 201.** 1998 c 346 s 201 (uncodified) is amended to read as
4 follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES.** (1)
6 Appropriations made in this act to the department of social and health
7 services shall initially be allotted as required by this act.
8 Subsequent allotment modifications shall not include transfers of
9 moneys between sections of this act except as expressly provided in
10 subsection (3) of this section(~~, nor shall allotment modifications~~
11 ~~permit moneys that are provided solely for a specified purpose to be~~
12 ~~used for other than that purpose)).~~

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

29 (3)(a) The appropriations to the department of social and health
30 services in chapters 149 and 454, Laws of 1997, as amended, shall be
31 expended for the programs and in the amounts specified therein.
32 However, after May 1, (~~1998~~) 1999, unless specifically prohibited by
33 this act, the department may transfer (~~general fund state~~
34 ~~appropriations for fiscal year 1998~~) moneys among programs and among
35 amounts including amounts provided under conditions and limitations
36 after approval by the director of the office of financial management.

1 ((However, the department shall not transfer general fund state
2 appropriations from the economic services program for the 1997-99
3 fiscal biennium.))

4 (b) To the extent that the transfer of appropriations under
5 subsection (a) of this section is insufficient to fund actual
6 expenditures in fiscal year 1998 in the medical assistance program that
7 exceed the expenditures projected in the November 1997 medical
8 assistance caseload forecast, the department may transfer general fund
9 appropriations, not to exceed five million dollars, within the medical
10 assistance program from fiscal year 1999 into fiscal year 1998.

11 (c) The director of financial management shall notify the
12 appropriate fiscal committees of the senate and house of
13 representatives in writing prior to approving any allotment
14 modifications.

15 **Sec. 202.** 1998 c 346 s 202 (uncodified) is amended to read as
16 follows:

17 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
18 **SERVICES PROGRAM**

19	General Fund--State Appropriation (FY 1998) . . . \$	201,453,000
20	General Fund--State Appropriation (FY 1999) . . . \$	((213,035,000))
21		<u>201,156,000</u>
22	General Fund--Federal Appropriation \$	((252,300,000))
23		<u>293,517,000</u>
24	General Fund--Private/Local Appropriation \$	400,000
25	Violence Reduction and Drug Enforcement Account	
26	Appropriation \$	4,332,000
27	TOTAL APPROPRIATION \$	((671,520,000))
28		<u>700,858,000</u>

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

31 (1) \$16,510,000 of the general fund--state appropriation for fiscal
32 year 1998 ((and \$17,508,000 of the general fund--state appropriation
33 for fiscal year 1999 are)) is provided solely for purposes consistent
34 with the maintenance of effort requirements under the federal temporary
35 assistance for needy families program established under P.L. 104-193.

36 (2) \$4,332,000 of the violence reduction and drug enforcement
37 account appropriation and \$3,733,000 of the general fund--federal
38 appropriation are provided solely for the operation of the family

1 policy council, the community public health and safety networks, and
2 delivery of services authorized under the federal family preservation
3 and support act. Within the funds provided, the family policy council
4 shall contract for an evaluation of the community networks with the
5 institute for public policy and shall provide for audits of ten
6 networks. Within the funds provided, the family policy council may
7 build and maintain a geographic information system database tied to
8 community network geography.

9 (3) \$577,000 of the general fund--state fiscal year 1998
10 appropriation and \$577,000 of the general fund--state fiscal year 1999
11 appropriation are provided solely to contract for the operation of one
12 pediatric interim care facility. The facility shall provide
13 residential care for up to twelve children through two years of age.
14 Seventy-five percent of the children served by the facility must be in
15 need of special care as a result of substance abuse by their mothers.
16 The facility also shall provide on-site training to biological,
17 adoptive, or foster parents. The facility shall provide at least three
18 months of consultation and support to parents accepting placement of
19 children from the facility. The facility may recruit new and current
20 foster and adoptive parents for infants served by the facility. The
21 department shall not require case management as a condition of the
22 contract.

23 (4) \$481,000 of the general fund--state fiscal year 1998
24 appropriation and \$481,000 of the general fund--state fiscal year 1999
25 appropriation are provided solely for up to three nonfacility-based
26 programs for the training, consultation, support, and recruitment of
27 biological, foster, and adoptive parents of children through age three
28 in need of special care as a result of substance abuse by their
29 mothers, except that each program may serve up to three medically
30 fragile nonsubstance-abuse-affected children. In selecting
31 nonfacility-based programs, preference shall be given to programs whose
32 federal or private funding sources have expired or that have
33 successfully performed under the existing pediatric interim care
34 program.

35 (5) \$640,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$640,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely to fund Second Substitute Senate
38 Bill No. 5710 (juvenile care and treatment), including section 2 of the
39 bill. Amounts provided in this subsection to implement Second

1 Substitute Senate Bill No. 5710 must be used to serve families who are
2 screened from the child protective services risk assessment process.
3 Services shall be provided through contracts with community-based
4 organizations. If neither bill is enacted by June 30, 1997, the
5 amounts provided in this subsection shall lapse.

6 (6) \$594,000 of the general fund--state appropriation for fiscal
7 year 1998, \$556,000 of the general fund--state appropriation for fiscal
8 year 1999, and \$290,000 of the general fund--federal appropriation are
9 provided solely to fund the provisions of Engrossed Second Substitute
10 House Bill No. 2046 (foster parent liaison). The department shall
11 establish a foster parent liaison in each department of social and
12 health services region of the state and contract with a private
13 provider to implement a recruitment and retention program for foster
14 parents and adoptive families. The department shall provide a minimum
15 of two hundred additional adoptive and foster home placements by June
16 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in
17 this subsection shall lapse.

18 (7) \$433,000 of the fiscal year 1998 general fund--state
19 appropriation, \$395,000 of the fiscal year 1999 general fund--state
20 appropriation, and \$894,000 of the general fund--federal appropriation
21 are provided solely to increase the rate paid to private child-placing
22 agencies.

23 (8) \$580,000 of the general fund--state appropriation for fiscal
24 year 1998 and \$580,000 of the general fund--state appropriation for
25 fiscal year 1999 are provided solely for development and expansion of
26 child care training requirements and optional training programs. The
27 department shall adopt rules to require annual training in early
28 childhood development of all directors, supervisors, and lead staff at
29 child care facilities. Directors, supervisors, and lead staff at child
30 care facilities include persons licensed as family child care
31 providers, and persons employed at child care centers or school age
32 child care centers. The department shall establish a program to fund
33 scholarships and grants to assist persons in meeting these training
34 requirements. The department shall also develop criteria for approving
35 training programs and establish a system for tracking who has received
36 the required level of training. In adopting rules, developing
37 curricula, setting up systems, and administering scholarship programs,
38 the department shall consult with the child care coordinating committee
39 and other community stakeholders.

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

11 (10) \$100,000 of the general fund--state appropriation for fiscal
12 year 1998 and \$100,000 of the general fund--state appropriation for
13 fiscal year 1999 are provided solely for legal costs associated with
14 the defense of vendors operating a secure treatment facility, for
15 actions arising from the good faith performance of treatment services
16 for behavioral difficulties or needs.

17 (11) \$2,745,000 of the fiscal year 1998 general fund--state
18 appropriation, \$2,745,000 of the fiscal year 1999 general fund--state
19 appropriation, and \$1,944,000 of the general fund--federal
20 appropriation are provided solely for the category of services titled
21 "intensive family preservation services."

22 (12) \$1,642,000 of the fiscal year 1998 general fund--state
23 appropriation and \$1,207,000 of the fiscal year 1999 general fund--
24 state appropriation and \$1,551,000 of the general fund--federal
25 appropriation are provided solely to continue existing continuum of
26 care and street youth projects.

27 (13) \$1,456,000 of the general fund--state appropriation for fiscal
28 year 1998, \$1,474,000 of the general fund--state appropriation for
29 fiscal year 1999 and \$1,141,000 of the general fund--federal
30 appropriation are provided solely for the improvement of quality and
31 capacity of the child care system and related consumer education. The
32 activities funded by this appropriation shall include, but not be
33 limited to: Expansion of child care resource and referral network
34 services to serve additional families, to provide technical assistance
35 to child care providers, and to cover currently unserved areas of the
36 state; development of and incentives for child care during nonstandard
37 work hours; and the development of care for infants, toddlers,
38 preschoolers, and school age youth. These amounts are provided in
39 addition to funding for child care training and fire inspections of

1 child care facilities. These activities shall also improve the quality
2 and capacity of the child care system.

3 (14)(a) \$6,565,000 of the general fund--state appropriation for
4 fiscal year 1998 and \$7,454,000 of the general fund--state
5 appropriation for fiscal year 1999 are provided solely for distribution
6 to county juvenile court administrators to fund the costs of processing
7 truancy, children in need of services, and at-risk youth petitions.
8 The department shall not retain any portion of these funds to cover
9 administrative or any other departmental costs. The department, in
10 conjunction with the juvenile court administrators, shall develop an
11 equitable funding distribution formula. The formula shall neither
12 reward counties with higher than average per petition processing costs
13 nor shall it penalize counties with lower than average per petition
14 processing costs.

15 (b) Each quarter during the 1997-1999 fiscal biennium, each county
16 shall report the number of petitions processed and the total costs of
17 processing the petitions in each of the following categories: Truancy,
18 children in need of services, and at-risk youth. Counties shall submit
19 the reports to the department no later than 45 days after the end of
20 the quarter. The department shall forward this information to the
21 chair and ranking minority member of the house appropriations committee
22 and the senate ways and means committee no later than 60 days after a
23 quarter ends. These reports are deemed informational in nature and are
24 not for the purpose of distributing funds.

25 (15) \$70,000 of the fiscal year 1999 general fund--state
26 appropriation is provided solely for foster parent intervention support
27 teams.

28 (16) \$255,000 of the general fund--state appropriation for fiscal
29 year 1999 and \$67,000 of the general fund--federal appropriation are
30 provided solely for implementation of Substitute House Bill No. 2556
31 (child abuse prevention and treatment). If the bill is not enacted by
32 June 30, 1998, the amounts provided in this subsection shall lapse.

33 (17) The department and the attorney general shall jointly make
34 recommendations to the legislature to reduce or limit the state's
35 liability for damages in child welfare cases, including shelter care
36 and dependency proceedings. The recommendations shall be submitted to
37 the appropriate committees of the legislature by December 1, 1998.

38 (18) To the extent funds are available, the department shall pay
39 the expense of fingerprint criminal history record checks for low-

1 income family day care homes through the federal bureau of
2 investigation. The department may promulgate rules to set eligibility
3 levels.

4 (19) Sufficient funding is provided in this section to implement
5 Engrossed Substitute Senate Bill No. 6238 (dependent children).

6 **Sec. 203.** 1998 c 346 s 203 (uncodified) is amended to read as
7 follows:

8 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
9 **REHABILITATION PROGRAM**

10 (1) COMMUNITY SERVICES

11	General Fund--State Appropriation (FY 1998) . . . \$	35,894,000
12	General Fund--State Appropriation (FY 1999) . . . \$	((35,522,000))
13		<u>37,224,000</u>
14	General Fund--Federal Appropriation \$	((13,365,000))
15		<u>8,417,000</u>
16	General Fund--Private/Local Appropriation \$	378,000
17	Violence Reduction and Drug Enforcement Account	
18	Appropriation \$	14,080,000
19	TOTAL APPROPRIATION \$	((99,239,000))
20		<u>95,993,000</u>

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

23 (a) \$527,000 of the violence reduction and drug enforcement account
24 appropriation is provided solely for deposit in the county criminal
25 justice assistance account solely for costs to the criminal justice
26 system associated with the implementation of Engrossed Third Substitute
27 House Bill No. 3900 (revising the juvenile code). If Engrossed Third
28 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the
29 amount provided in this subsection shall lapse. The amount provided in
30 this subsection is intended to provide funding for county adult court
31 costs associated with the implementation of Engrossed Third Substitute
32 House Bill No. 3900 and shall be distributed in accordance with RCW
33 82.14.310.

34 (b) \$2,917,000 of the violence reduction and drug enforcement
35 account is provided solely for the implementation of Engrossed Third
36 Substitute Senate Bill No. 3900 (revising the juvenile code). The
37 amount provided in this subsection is intended to provide funding for
38 county impacts associated with the implementation of Third Substitute

1 Senate Bill No. 3900 and shall be distributed to counties as prescribed
2 in the current consolidated juvenile services (CJS) formula. If the
3 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

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

14 (d) \$1,221,000 of the violence reduction and drug enforcement
15 appropriation is provided solely to implement alcohol and substance
16 abuse treatment for locally committed offenders. The juvenile
17 rehabilitation administration shall award these moneys on a competitive
18 basis to counties that have submitted a plan for the provision of
19 treatment services approved by the division of alcohol and substance
20 abuse. The juvenile rehabilitation administration shall develop
21 criteria for evaluation of plans submitted and a timeline for awarding
22 funding and shall assist counties in creating and submitting plans for
23 evaluation. If Engrossed Third Substitute House Bill No. 3900
24 (juvenile code revisions) is not enacted by June 30, 1997, the amount
25 provided in this subsection shall lapse.

26 (e) \$100,000 of the general fund--state fiscal year 1998
27 appropriation and \$100,000 of the general fund--state fiscal year 1999
28 appropriation are provided solely for the juvenile rehabilitation
29 administration to contract with the institute for public policy for the
30 responsibilities assigned in Engrossed Third Substitute House Bill No.
31 3900 (juvenile code revisions). If the bill is not enacted by June 30,
32 1997, the amounts provided in this subsection shall lapse.

33 (f) \$400,000 of the violence reduction and drug enforcement account
34 appropriation is provided solely for the development of standards
35 measuring the effectiveness of chemical dependency treatment and for
36 conducting evaluations of chemical dependency programs pursuant to
37 Engrossed Third Substitute House Bill No. 3900 (revising the juvenile
38 code). If the bill is not enacted by June 30, 1997, the amount
39 provided in this subsection shall lapse. The juvenile rehabilitation

1 administration shall consult with the division of alcohol and substance
2 abuse and contract with the University of Washington to develop the
3 standards and conduct the evaluations.

4 (g) \$150,000 of the general fund--state fiscal year 1998
5 appropriation and \$150,000 of the general fund--state fiscal year 1999
6 appropriation are provided solely for a contract to expand the services
7 of the teamchild project to additional sites. Priority use of these
8 funds shall be to provide teamchild service to early repeat offenders
9 to help ensure they receive appropriate child welfare and educational
10 services.

11 (h) \$2,700,000 of the violence reduction and drug enforcement
12 account appropriation is provided solely to implement community
13 juvenile accountability grants pursuant to chapter 338, Laws of 1997
14 (juvenile justice). Funds provided in this subsection may be used
15 solely for community juvenile accountability grants, administration of
16 the grants, and evaluations of programs funded by the grants.

17 (i) \$2,175,000 of the general fund--state appropriation for fiscal
18 year 1999 is provided solely for the implementation of Second
19 Substitute Senate Bill No. 6445 (child community facility placement).
20 If the bill is not enacted by June 30, 1998, the amounts provided in
21 this subsection shall lapse. The funds are intended to improve the
22 security of state-operated and privately contracted group homes. By
23 June 30, 1999, the juvenile rehabilitation administration shall report
24 to the appropriate policy and fiscal committees of the legislature on
25 the specific actions, and the cost of each action, taken to improve
26 security at both state-operated and contracted group homes.

27 (j) \$150,000 of the general fund--state appropriation for fiscal
28 year 1999 is provided solely for the Skagit county delinquency
29 prevention project.

30 (2) INSTITUTIONAL SERVICES

31	General Fund--State Appropriation (FY 1998) \$	43,909,000
32	General Fund--State Appropriation (FY 1999) \$	((45,977,000))
33		<u>43,016,000</u>
34	General Fund--Private/Local Appropriation \$	727,000
35	Violence Reduction and Drug Enforcement Account	
36	Appropriation \$	15,281,000
37	TOTAL APPROPRIATION \$	((105,894,000))
38		<u>102,933,000</u>

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

3 (a) \$3,680,000 of the violence reduction and drug enforcement
4 account appropriation is provided solely for the implementation of
5 Engrossed Third Substitute House Bill No. 3900 (juvenile code
6 revisions). If the bill is not enacted by June 30, 1997, the amount
7 provided in this subsection shall lapse.

8 (b) \$105,000 of the general fund--state appropriation for fiscal
9 year 1998 and \$377,000 of the general fund--state appropriation for
10 fiscal year 1999 are provided solely for costs associated with
11 implementing chapter 386, Laws of 1997 (juvenile care and treatment).

12 (c) \$44,000 of the general fund--state appropriation for fiscal
13 year 1999 is provided solely to implement House Bill No. 1172 (sex
14 offender registration). If the bill is not enacted by June 30, 1998,
15 the amount provided in this subsection shall lapse.

16 (3) PROGRAM SUPPORT

17	General Fund--State Appropriation (FY 1998) . . . \$	1,930,000
18	General Fund--State Appropriation (FY 1999) . . . \$	1,654,000
19	General Fund--Federal Appropriation \$	156,000
20	Violence Reduction and Drug Enforcement Account	
21	Appropriation \$	421,000
22	TOTAL APPROPRIATION \$	4,161,000

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

25 (a) \$92,000 of the general fund--state fiscal year 1998
26 appropriation and \$36,000 of the general fund--state fiscal year 1999
27 appropriation are provided solely for the implementation of Substitute
28 Senate Bill No. 5759 (risk classification). If the bill is not enacted
29 by June 30, 1997, the amounts provided shall lapse.

30 (b) \$206,000 of the general fund--state fiscal year 1998
31 appropriation is provided solely for the implementation of Engrossed
32 Second Substitute Senate Bill No. 5710 (juvenile care and treatment).
33 If the bill is not enacted by June 30, 1997, the amount provided shall
34 lapse.

35 (c) \$97,000 of the general fund--state fiscal year 1998
36 appropriation and \$36,000 of the general fund--state fiscal year 1999
37 appropriation are provided solely for the implementation of Engrossed

1 Third Substitute House Bill No. 3900 (juvenile code revisions). If the
2 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

3 (d) Within the amounts provided in this subsection, the juvenile
4 rehabilitation administration (JRA) shall develop by January 1, 1998,
5 a staffing model for noncustody functions at JRA institutions and work
6 camps. The models should, whenever possible, reflect the most
7 efficient practices currently being used within the system.

8 (e) \$15,000 of the general fund--state appropriation for fiscal
9 year 1998 and \$175,000 of the general fund--state appropriation for
10 fiscal year 1999 are provided solely for the study required in Second
11 Substitute Senate Bill No. 6445 (child community facility placement).
12 If the bill is not enacted by June 30, 1998, the amounts provided in
13 this subsection shall lapse. The juvenile rehabilitation
14 administration (JRA) shall contract with the institute for public
15 policy for the studies required by the bill.

16 **Sec. 204.** 1998 c 346 s 204 (uncodified) is amended to read as
17 follows:

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

19 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

20	General Fund--State Appropriation (FY 1998) . . . \$	170,940,000
21	General Fund--State Appropriation (FY 1999) . . . \$	((173,645,000))
22		<u>170,565,000</u>
23	General Fund--Federal Appropriation \$	((299,651,000))
24		<u>294,831,000</u>
25	General Fund--Private/Local Appropriation \$	4,000,000
26	TOTAL APPROPRIATION \$	((648,236,000))
27		<u>640,336,000</u>

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

30 (a) Regional support networks shall use portions of the general
31 fund--state appropriation for implementation of working agreements with
32 the vocational rehabilitation program which will maximize the use of
33 federal funding for vocational programs.

34 (b) From the general fund--state appropriations in this subsection,
35 the secretary of social and health services shall assure that regional
36 support networks reimburse the aging and adult services program for the
37 general fund--state cost of medicaid personal care services that

1 enrolled regional support network consumers use because of their
2 psychiatric disability.

3 (c) \$1,304,000 of the general fund--state appropriation for fiscal
4 year 1998, \$3,356,000 of the general fund--state appropriation for
5 fiscal year 1999, and \$5,056,000 of the general fund--federal
6 appropriation are provided solely for distribution to those regional
7 support networks whose 1997-99 allocation would otherwise be less than
8 the regional support network would receive if all funding appropriated
9 in this subsection (1) of this section for medicaid outpatient mental
10 health services were distributed among all regional support networks at
11 the state-wide average per capita rate for each eligibility category.

12 (d) At least thirty days prior to entering contracts that would
13 capitate payments for voluntary psychiatric hospitalizations, the
14 mental health division shall report the proposed capitation rates, and
15 the assumptions and calculations by which they were established, to the
16 budget and forecasting divisions of the office of financial management,
17 the appropriations committee of the house of representatives, and the
18 ways and means committee of the senate.

19 (e) \$533,000 of the general fund--state appropriation for fiscal
20 year 1999 and \$587,000 of the general fund--federal appropriation are
21 provided solely for the implementation of the Second Substitute Senate
22 Bill No. 6214 (mentally ill commitment). If the bill is not enacted by
23 June 30, 1998, the amounts provided in this subsection shall lapse.

24 (2) INSTITUTIONAL SERVICES

25	General Fund--State Appropriation (FY 1998)	\$	62,368,000
26	General Fund--State Appropriation (FY 1999)	\$	((60,698,000))
27			<u>64,763,000</u>
28	General Fund--Federal Appropriation	\$	((133,504,000))
29			<u>137,358,000</u>
30	General Fund--Private/Local Appropriation	\$	((25,007,000))
31			<u>24,339,000</u>
32	TOTAL APPROPRIATION	\$	((281,577,000))
33			<u>288,828,000</u>

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

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

1 (b) The mental health program at Western state hospital shall
2 continue to use labor provided by the Tacoma prerelease program of the
3 department of corrections.

4 (c) \$246,000 of the general fund--state fiscal year 1998
5 appropriation and \$318,000 of the general fund--state fiscal year 1999
6 appropriation are provided solely for funding outside medical costs.
7 The mental health division shall provide a report on outside medical
8 costs to the fiscal committees of the legislature by September 30,
9 1998, and September 30, 1999. The report shall detail the monthly and
10 per capita expenditures for outside medical costs at each state
11 hospital.

12 (d) \$256,000 of the general fund--state fiscal year 1998
13 appropriation and \$254,000 of the general fund--state fiscal year 1999
14 appropriation are provided solely for funding pharmacy and new drug
15 costs. The mental health division shall provide a report on pharmacy
16 and new drug costs to the fiscal committees of the legislature by
17 September 30, 1998, and September 30, 1999. The report shall detail
18 monthly and per capita expenditures for pharmacy and new drug costs for
19 each state hospital. Expenditures for each new generation atypical
20 antipsychotic medication including clozapine, resperidone, olanzapine,
21 and any newly introduced medications of this nature shall be
22 specifically reported.

23 (e) (~~(\$1,700,000)~~) \$1,000,000 of the general fund--state fiscal
24 year (~~(1998)~~) 1999 appropriation is provided solely for replacing lost
25 federal revenues in fiscal year (~~(1998)~~) 1999 due to a changed
26 definition of discharge for medicare reimbursement purposes. The
27 mental health division must aggressively pursue the prompt resolution
28 of issues resulting in this loss of revenues with the federal health
29 care financing administration. In the event any or all of the lost
30 federal revenues are restored, an equal amount of the general
31 fund--state fiscal year (~~(1998)~~) 1999 appropriation shall lapse.

32 (f) Within the funds provided in this section, the mental health
33 division shall develop by October 1, 1998, a staffing model for direct
34 and indirect functions for the wards at each of the state hospitals.
35 The model should, whenever possible, reflect the most efficient
36 practices for providing treatment and therapeutic services appropriate
37 to the characteristics and needs of the individual patient.

38 (g) \$1,508,000 of the general fund--state appropriation for fiscal
39 year 1999, \$92,000 of the general fund--federal appropriation, and

1 \$107,000 of the general fund private/local appropriation are provided
2 solely for the implementation of the Second Substitute Senate Bill No.
3 6214 (mentally ill commitment). If the bill is not enacted by June 30,
4 1998, the amounts provided in this subsection shall lapse.

5 (3) CIVIL COMMITMENT

6	General Fund Appropriation (FY 1998)	. . . . . \$	7,174,000
7	General Fund Appropriation (FY 1999)	. . . . . \$	((7,779,000))
8			<u>8,079,000</u>
9	TOTAL APPROPRIATION	. . . . . \$	((14,953,000))
10			<u>15,253,000</u>

11 The appropriations in this subsection are subject to the following
12 conditions and limitations: ~~((a))~~ \$2,088,000 of the general fund--
13 state fiscal year 1998 appropriation and \$2,415,000 of the general
14 fund--state fiscal year 1999 appropriation are provided solely for
15 court-related costs for residents at the special commitment center.

16 (4) SPECIAL PROJECTS

17	General Fund--State Appropriation (FY 1998)	. . . \$	50,000
18	General Fund--State Appropriation (FY 1999)	. . . \$	450,000
19	General Fund--Federal Appropriation	. . . . . \$	3,826,000
20	TOTAL APPROPRIATION	. . . . . \$	4,326,000

21 The appropriations in this subsection are subject to the following
22 conditions and limitations: \$50,000 of the general fund--state
23 appropriation for fiscal year 1998 and \$450,000 of the general fund--
24 state appropriation for fiscal year 1999 are provided solely for
25 development and operation of the pilot project for mentally ill
26 offenders described in Substitute Senate Bill No. 6002 (mentally ill
27 offenders). If the bill is not enacted by June 30, 1997, the amounts
28 provided shall lapse.

29 (5) PROGRAM SUPPORT

30	General Fund--State Appropriation (FY 1998)	. . . \$	2,537,000
31	General Fund--State Appropriation (FY 1999)	. . . \$	2,569,000
32	General Fund--Federal Appropriation	. . . . . \$	3,085,000
33	TOTAL APPROPRIATION	. . . . . \$	8,191,000

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

1 (a) \$60,000 of the general fund--state appropriation for fiscal
2 year 1998 is provided solely to increase the department's capacity to
3 carry out legislative intent set forth in RCW 71.24.400 through
4 71.24.415. To facilitate this activity, the secretary shall appoint an
5 oversight committee of project stakeholders including representatives
6 from: Service providers, mental health regional support networks, the
7 department's mental health division, the department's division of
8 alcohol and substance abuse, the department's division of children and
9 family services, and the department's medical assistance
10 administration. The oversight group shall continue to seek ways to
11 streamline service delivery as set forth in RCW 71.24.405 until at
12 least July 1, 1998.

13 (b) \$96,000 of the general fund--state appropriation for fiscal
14 year 1999 is provided solely for the implementation of Second
15 Substitute Senate Bill No. 6214 (mentally ill commitment). If the bill
16 is not enacted by June 30, 1998, the amount provided in this subsection
17 shall lapse.

18 (c) \$100,000 of the general fund--state appropriation for fiscal
19 year 1999 is provided solely for the evaluation required by Second
20 Substitute Senate Bill No. 6214 (mentally ill commitment). If the bill
21 is not enacted by June 30, 1998, the amount provided in this subsection
22 shall lapse. The mental health division shall contract with the
23 institute for public policy for this evaluation.

24 **Sec. 205.** 1998 c 346 s 205 (uncodified) is amended to read as
25 follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
27 **DISABILITIES PROGRAM**

28 Notwithstanding any other limitations in this section, the
29 secretary shall transfer \$1,140,000 of the general fund--state
30 appropriation, and \$1,060,000 of the general fund--federal
31 appropriation, or so much thereof as may be necessary, among
32 subsections of this section to implement Second Substitute Senate Bill
33 No. 6751 (developmental disabilities service options).

34 (1) COMMUNITY SERVICES

35	General Fund--State Appropriation (FY 1998) . . . \$	147,757,000
36	General Fund--State Appropriation (FY 1999) . . . \$	((166,773,000))
37		<u>170,291,000</u>
38	General Fund--Federal Appropriation \$	((226,737,000))

1		<u>229,937,000</u>
2	Health Services Account Appropriation \$	639,000
3	TOTAL APPROPRIATION \$	((541,906,000))
4		<u>548,624,000</u>

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

7 (a) The health services account appropriation and \$692,000 of the
8 general fund--federal appropriation are provided solely for the
9 enrollment in the basic health plan of home care workers with family
10 incomes below 200 percent of the federal poverty level who are employed
11 through state contracts. Enrollment in the basic health plan for home
12 care workers with family incomes at or above 200 percent of poverty
13 shall be covered with general fund--state and matching general fund--
14 federal revenues that were identified by the department to have been
15 previously appropriated for health benefits coverage, to the extent
16 that these funds had not been contractually obligated for worker wage
17 increases prior to March 1, 1996.

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

23 (c) \$24,399,000 of the general fund--state appropriation for fiscal
24 year 1998 and \$28,729,000 of the general fund--state appropriation for
25 fiscal year 1999 are provided solely to deliver personal care services.
26 Within these amounts, sufficient funding is provided to restore funding
27 for medicaid personal care exceptional rates to the fiscal year 1997
28 level. If the secretary of social and health services determines that
29 total expenditures are likely to exceed these appropriated amounts, the
30 secretary shall take action as required by RCW 74.09.520 to adjust
31 either functional eligibility standards or service levels or both
32 sufficiently to maintain expenditures within appropriated levels. Such
33 action may include the adoption of emergency rules and may not be taken
34 to the extent that projected over-expenditures are offset by under-
35 expenditures elsewhere within the program's general fund--state
36 appropriation. Prior to making eligibility changes which would
37 terminate all services to some persons, the secretary should first
38 exercise all opportunities to manage the average cost per person
39 served, through methods such as promoting the use of informal care;

1 assuring that local offices are effectively and consistently
2 authorizing the least expensive level of care which can meet recipient
3 needs; and reducing on a sliding-scale basis the amount of service
4 authorized per functional need level, with smaller reductions for
5 greater levels of need.

6 (d) \$144,000 of the general fund--state appropriation for fiscal
7 year 1998, \$453,000 of the general fund--state appropriation for fiscal
8 year 1999, and \$654,000 of the general fund--federal appropriation are
9 provided solely to continue operation of the united cerebral palsy
10 residential center during the period in which its residents are phasing
11 into new community residences.

12 (e) \$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 the Washington
15 initiative for supported employment for the purpose of continuing the
16 promotion of supported employment services for persons with
17 disabilities.

18 ~~((g))~~ (f) \$2,151,000 of the general fund--state appropriation for
19 fiscal year 1998, \$5,782,000 of the general fund--state appropriation
20 for fiscal year 1999, and \$8,362,000 of the general fund--federal
21 appropriation are provided solely to develop and operate secure
22 residential and day program placements for persons who seem likely to
23 present a significant risk to the public safety if their current
24 residential arrangement were to continue.

25 ~~((h))~~ (g) \$426,000 of the general fund--state appropriation for
26 fiscal year 1999 and \$469,000 of the general fund--federal
27 appropriation are provided solely to develop and operate community
28 services for persons residing at eastern and western state hospitals
29 whose needs are such that they cannot be served in existing community
30 vacancies.

31 ~~((i))~~ (h) \$200,000 of the general fund--state appropriation for
32 fiscal year 1998 and \$1,592,000 of the general fund--state
33 appropriation for fiscal year 1999 are provided solely for employment
34 and day program services for adults who are not currently able to
35 participate in such services because of funding limitations.

36 ~~((j))~~ (i) \$105,000 of the general fund--state appropriation for
37 fiscal year 1998, \$933,000 of the general fund--state appropriation for
38 fiscal year 1999, and \$1,029,000 of the general fund--federal
39 appropriation are provided solely to develop and operate community

1 services for persons moving from the residential habilitation centers
2 as a result of an agreement with the federal department of justice or
3 a settlement agreement to a lawsuit.

4 (2) INSTITUTIONAL SERVICES

5	General Fund--State Appropriation (FY 1998) . . . \$	65,277,000
6	General Fund--State Appropriation (FY 1999) . . . \$	((64,187,000))
7		<u>63,220,000</u>
8	General Fund--Federal Appropriation \$	((145,897,000))
9		<u>146,073,000</u>
10	General Fund--Private/Local Appropriation \$	9,729,000
11	TOTAL APPROPRIATION \$	((285,090,000))
12		<u>284,299,000</u>

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

15 (a) With the funds appropriated in this subsection, the secretary
16 of social and health services shall develop an eight-bed program at
17 Yakima valley school specifically for the purpose of providing respite
18 services to all eligible individuals on a state-wide basis, with an
19 emphasis on those residing in central Washington.

20 (b) \$112,000 of the general fund--state appropriation for fiscal
21 year 1998, \$113,000 of the general fund--state appropriation for
22 fiscal year 1999, and \$75,000 of the general fund--federal
23 appropriation are provided solely for a nursing community outreach
24 project at Yakima valley school. Registered nursing staff are to
25 provide nursing assessments, consulting services, training, and quality
26 assurance on behalf of individuals residing in central Washington.

27 (c) \$200,000 of the general fund--state appropriation for fiscal
28 year 1998, \$200,000 of the general fund--state appropriation for fiscal
29 year 1999, and \$400,000 of the general fund--federal appropriation are
30 provided solely for the development of a sixteen-bed program at Yakima
31 valley school specifically for the purpose of providing respite
32 services to all eligible individuals on a state-wide basis, with an
33 emphasis on those residing in central Washington.

34 (3) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 1998) . . . \$	2,530,000
36	General Fund--State Appropriation (FY 1999) . . . \$	2,501,000
37	General Fund--Federal Appropriation \$	1,637,000
38	TOTAL APPROPRIATION \$	6,668,000

1 (4) SPECIAL PROJECTS
2 General Fund--Federal Appropriation \$ 12,030,000

3 **Sec. 206.** 1998 c 346 s 206 (uncodified) is amended to read as
4 follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
6 **SERVICES PROGRAM**

7 General Fund--State Appropriation (FY 1998) . . . \$ 409,469,000
8 General Fund--State Appropriation (FY 1999) . . . \$ ((425,130,000))
9 421,686,000
10 General Fund--Federal Appropriation \$ ((910,685,000))
11 900,943,000
12 General Fund--Local Appropriation \$ ((1,781,000))
13 1,757,000
14 Health Services Account Appropriation \$ ((2,232,000))
15 1,793,000
16 TOTAL APPROPRIATION \$ ((1,749,297,000))
17 1,735,648,000

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

20 (1) The entire health services account appropriation and \$2,175,000
21 of the general fund--federal appropriation are provided solely for the
22 enrollment in the basic health plan of home care workers with family
23 incomes below 200 percent of the federal poverty level who are employed
24 through state contracts. Enrollment in the basic health plan for home
25 care workers with family incomes at or above 200 percent of poverty
26 shall be covered with general fund--state and matching general fund--
27 federal revenues that were identified by the department to have been
28 previously appropriated for health benefits coverage, to the extent
29 that these funds had not been contractually obligated for worker wage
30 increases prior to March 1, 1996.

31 (2) \$1,277,000 of the general fund--state appropriation for fiscal
32 year 1998 and \$1,277,000 of the general fund--state appropriation for
33 fiscal year 1999 are provided solely for operation of the volunteer
34 chore program.

35 (3) ~~((\$113,534,000 of the general fund--state appropriation for~~
36 ~~fiscal year 1998, \$125,310,000 of the general fund--state appropriation~~
37 ~~for fiscal year 1999, of which no less than forty-nine percent shall be~~
38 ~~allotted for expenditure during the first six months of fiscal year~~

1 1999, and \$7,374,000 of the general fund—federal social services block
2 grant appropriation, are provided solely to deliver chore, COPES, and
3 medicaid personal care services. If the secretary of social and health
4 services determines that total expenditures are likely to exceed these
5 amounts, the secretary shall take action as required by RCW 74.09.520,
6 74.39A.120, and 74.09.530 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 resulting from lower than
11 budgeted nursing home caseloads. Prior to making eligibility changes
12 which would terminate all services to some persons, the secretary
13 should first exercise all opportunities to manage the average cost per
14 person served, through methods such as promoting the use of informal
15 care; assuring that local offices are effectively and consistently
16 authorizing the least expensive level of care that can meet recipient
17 needs; using waiting lists for individuals with lower levels of need in
18 order to limit monthly growth; and reducing on a sliding scale basis
19 the amount of service authorized per functional need level, with
20 smaller reductions for greater levels of need.

21 (4) \$1,080,000 of the general fund—state appropriation for fiscal
22 year 1999 is provided to maintain service eligibility for persons
23 receiving services through the chore, COPES, or medicaid personal care
24 programs in the event eligibility adjustments may be necessary or are
25 made in accordance with subsection (3) of this section. The department
26 may use seventy five percent of amounts not needed for that purpose to
27 implement quality of care enhancements.

28 (5)) \$26,000 of the general fund--state appropriation for fiscal
29 year 1998, \$59,000 of the general fund--state appropriation for fiscal
30 year 1999, and \$85,000 of the general fund--federal appropriation are
31 provided solely to employ registered nurses rather than social workers
32 to fill six of the new field positions to be filled in fiscal year 1998
33 and seven more of the new positions to be filled in fiscal year 1999.
34 These registered nurses shall conduct assessments, develop and monitor
35 service plans, and consult with social work staff to assure that
36 persons with medical needs are placed in and receive the appropriate
37 level of care.

38 ((+6)) (4) \$425,000 of the general fund--state appropriation for
39 fiscal year 1998 and \$882,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely to implement Second Substitute
2 Senate Bill No. 5179 (nursing facility reimbursement). If the bill is
3 not enacted by June 30, 1997, the amounts provided in this subsection
4 shall lapse.

5 ~~((7))~~ (5) \$242,000 of the general fund--state appropriation for
6 fiscal year 1998, \$212,000 of the general fund--state appropriation for
7 fiscal year 1999, and \$498,000 of the general fund--federal
8 appropriation are provided solely for operation of a system for
9 investigating allegations of staff abuse and neglect in nursing homes,
10 as provided in Second Substitute House Bill No. 1850 (long-term care
11 standards of care).

12 ~~((8))~~ (6) For purposes of implementing ~~((Second Substitute House
13 Bill No. 2935))~~ chapter 322, Laws of 1998 (nursing ~~((facility))~~ home
14 payment rates), the weighted average nursing facility payment rate for
15 fiscal year 1999 shall be no more than ~~((117.36))~~ \$115.79, excluding
16 nurse's aide training. ~~((Each nursing facility's July 1 through
17 September 30, 1998, medicaid payment rate shall be its June 30, 1998,
18 rate increased by 2.0 percent, except for the property and return on
19 investment component rates, which shall not be increased. Beginning
20 October 1, 1998, component rates rebased on 1996 costs shall be
21 adjusted for economic trends and conditions by 5.18 percent.~~

22 ~~(9))~~ (7) \$50,000 of the general fund--state appropriation for
23 fiscal year 1998 and \$50,000 of the general fund--state appropriation
24 for fiscal year 1999 are provided solely for payments to any nursing
25 facility licensed under chapter 18.51 RCW which meets all of the
26 following criteria: (a) The nursing home entered into an arm's length
27 agreement for a facility lease prior to January 1, 1980; (b) the lessee
28 purchased the leased nursing home after January 1, 1980; and (c) the
29 lessor defaulted on its loan or mortgage for the assets of the home
30 after January 1, 1991, and prior to January 1, 1992. Payments provided
31 pursuant to this subsection shall not be subject to the settlement,
32 audit, or rate-setting requirements contained in chapter 74.46 RCW.

33 ~~((10))~~ (8) \$506,000 of the general fund--state appropriation for
34 fiscal year 1998, \$502,000 of the general fund--state appropriation for
35 fiscal year 1999, and \$1,095,000 of the general fund--federal
36 appropriation are provided solely for an increase in the state payment
37 rates for adult residential care and enhanced adult residential care.

38 ~~((11))~~ ~~\$274,000 of the general fund--state appropriation for fiscal
39 year 1998, \$1,357,000 of the general fund--state appropriation for~~

1 ~~fiscal year 1999, and the entire general fund—local appropriation are~~
2 ~~provided solely for boarding home licensure and quality assurance by~~
3 ~~the department of social and health services only if Engrossed House~~
4 ~~Bill No. 2410 (boarding home administration) is enacted by June 30,~~
5 ~~1998. If the bill is not enacted, the amounts provided in this~~
6 ~~subsection shall be allocated to the department of health, which will~~
7 ~~manage the boarding home licensure and quality assurance program.)~~

8 **Sec. 207.** 1998 c 346 s 207 (uncodified) is amended to read as
9 follows:

10 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
11 **PROGRAM**

12	General Fund--State Appropriation (FY 1998) . . . \$	508,243,000
13	General Fund--State Appropriation (FY 1999) . . . \$	((512,200,000))
14		<u>519,204,000</u>
15	General Fund--Federal Appropriation \$	((951,615,000))
16		<u>900,036,000</u>
17	TOTAL APPROPRIATION \$	((1,972,058,000))
18		<u>1,927,483,000</u>

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

21 (1) The legislature finds that, with the passage of the federal
22 personal responsibility and work opportunity act and Engrossed House
23 Bill No. 3901, the temporary assistance for needy families is no longer
24 an entitlement. The legislature declares that the currently
25 appropriated level for the program is sufficient for the next few
26 budget cycles. To the extent, however, that currently appropriated
27 amounts exceed costs during the 1997-99 biennium, the department is
28 encouraged to set aside excess federal funds for use in future years.

29 (2) \$485,000 of the general fund--state fiscal year 1998
30 appropriation, \$3,186,000 of the general fund--state fiscal year 1999
31 appropriation, and \$3,168,000 of the general fund--federal
32 appropriation are provided solely to continue to implement the
33 previously competitively procured electronic benefits transfer system
34 through the western states EBT alliance for distribution of cash grants
35 and food stamps so as to meet the requirements of P.L. 104-193.

36 (3) \$50,000 of the fiscal year 1998 general fund--state
37 appropriation is provided solely for a study of child care
38 affordability as directed in section 403 of Engrossed House Bill No.

1 3901 (implementing welfare reform). The study shall be performed by
2 the Washington institute for public policy. If the bill is not enacted
3 by June 30, 1997, the amount provided in this subsection shall lapse.

4 (4) \$500,000 of the fiscal year 1998 general fund--state
5 appropriation and \$500,000 of the fiscal year 1999 general fund--state
6 appropriation are provided solely for an evaluation of the WorkFirst
7 program as directed in section 705 of Engrossed House Bill No. 3901
8 (implementing welfare reform). The study shall be performed by the
9 joint legislative audit and review committee. If the bill is not
10 enacted by June 30, 1997, the amount provided in this subsection shall
11 lapse.

12 (5) \$73,129,000 of the general fund--federal appropriation is
13 provided (~~solely~~) for child care assistance for low-income families
14 in the WorkFirst program and for low-income working families as
15 authorized in Engrossed House Bill No. 3901 (implementing welfare
16 reform). All child care assistance provided shall be subject to a
17 monthly copay to be paid by the family receiving the assistance.

18 (6) \$7,624,000 of the fiscal year 1998 general fund--state
19 appropriation, (~~(\$18,489,000)~~) \$11,730,000 of the fiscal year 1999
20 general fund--state appropriation, and \$29,781,000 of the general
21 fund--federal appropriation are provided solely for implementation of
22 Engrossed House Bill No. 3901 (implementing welfare reform), including
23 sections 404 and 405. If the bill is not enacted by June 30, 1997, the
24 amounts provided in this subsection shall lapse. The level of benefits
25 in the food program for legal immigrants authorized in the bill shall
26 be equivalent to benefits provided by the federal food stamp program.

27 (7) \$56,461,000 of the fiscal year 1998 general fund--state
28 appropriation and (~~(\$59,393,000)~~) \$51,673,000 of the fiscal year 1999
29 general fund--state appropriation are provided (~~solely~~) for cash
30 assistance to recipients in the general assistance--unemployable
31 program. The department shall take any and all actions necessary to
32 maintain expenditures within these amounts.

33 (8) \$55,995,000 of the fiscal year 1998 general fund--state
34 appropriation, (~~(\$55,995,000)~~) \$44,146,000 of the fiscal year 1999
35 general fund--state appropriation, and (~~(\$184,510,000)~~) \$121,821,000 of
36 the general fund--federal appropriation are provided (~~solely~~) to
37 administer a low-income child care program as authorized in Engrossed
38 House Bill No. 3901 (implementing welfare reform). (~~The child care~~
39 ~~program funds shall be allotted as follows:~~

1 (a) ~~Each six month period shall have \$27,997,500 general fund~~
2 ~~state and \$46,127,500 general fund federal funds allotted to be spent~~
3 ~~during that six month period for low income child care assistance.~~

4 (b) ~~The department may spend up to the allotted amount for child~~
5 ~~care assistance during each six month period. Any funds not spent~~
6 ~~during the six month period may be held over and allotted in the next~~
7 ~~six month period, subject to the provisions of subsection (5) of this~~
8 ~~section.~~

9 (c) ~~Federal funds allotted for child care but not spent in fiscal~~
10 ~~year 1998 may be transferred to fiscal year 1999 for allotment but~~
11 ~~state funds must be spent in the year appropriated.~~

12 ~~(10))~~ (9) Within the amounts provided in this section, the
13 department shall implement the study requirements of Engrossed
14 Substitute House Bill No. 2900 (pro rata calculation of temporary
15 assistance for needy families grants).

16 **Sec. 208.** 1998 c 346 s 208 (uncodified) is amended to read as
17 follows:

18 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND SUBSTANCE**
19 **ABUSE PROGRAM**

20	General Fund--State Appropriation (FY 1998) . . . \$	15,459,000
21	General Fund--State Appropriation (FY 1999) . . . \$	((15,330,000))
22		<u>15,621,000</u>
23	General Fund--Federal Appropriation \$	((81,112,000))
24		<u>81,132,000</u>
25	General Fund--Private/Local Appropriation \$	630,000
26	Public Safety and Education Account	
27	Appropriation \$	3,210,000
28	Violence Reduction and Drug Enforcement Account	
29	Appropriation \$	74,889,000
30	TOTAL APPROPRIATION \$	((190,630,000))
31		<u>190,941,000</u>

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

34 (1) \$2,062,000 of the general fund--federal appropriation and
35 \$7,482,000 of the violence reduction and drug enforcement account
36 appropriation are provided solely for the grant programs for school
37 districts and educational service districts set forth in RCW
38 28A.170.080 through 28A.170.100, including state support activities, as

1 administered through the office of the superintendent of public
2 instruction.

3 (2) \$1,902,000 of the general fund--state fiscal year 1998
4 appropriation, \$1,902,000 of the general fund--state fiscal year 1999
5 appropriation, and \$1,592,000 of the general fund--federal
6 appropriation are provided solely for alcohol and substance abuse
7 assessment, treatment, including treatment for drug affected infants
8 and toddlers, and child care services for clients of the division of
9 children and family services. Assessment shall be provided by approved
10 chemical dependency treatment programs as requested by child protective
11 services personnel in the division of children and family services.
12 Child care shall be provided as deemed necessary by the division of
13 children and family services while parents requiring alcohol and
14 substance abuse treatment are attending treatment programs.

15 (3) \$760,000 of the fiscal year 1998 general fund--state
16 appropriation and \$760,000 of the fiscal year 1999 general fund--state
17 appropriation are provided solely to fund a program serving mothers of
18 children affected by fetal alcohol syndrome and related conditions,
19 known as the birth-to-three program. The program may be operated in
20 two cities in the state.

21 (4) \$3,210,000 of the public safety and education account
22 appropriation is provided solely for the continuation of treatment
23 alternatives to street crimes (TASC) programs in Pierce, Snohomish,
24 Clark, King, Spokane, and Yakima counties.

25 **Sec. 209.** 1998 c 346 s 209 (uncodified) is amended to read as
26 follows:

27 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
28 **PROGRAM**

29	General Fund--State Appropriation (FY 1998)	\$	666,815,000
30	General Fund--State Appropriation (FY 1999)	\$	((681,372,000))
31			<u>685,662,000</u>
32	General Fund--Federal Appropriation	\$	((2,086,149,000))
33			<u>2,116,047,000</u>
34	General Fund--Private/Local Appropriation	\$	((306,601,000))
35			<u>312,762,000</u>
36	Health Services Account Appropriation	\$	254,506,000
37	Emergency Medical and Trauma Care Services		
38	Account Appropriation	\$	4,600,000

1 TOTAL APPROPRIATION \$ ((4,000,043,000))
2 4,040,392,000

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

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

9 (2) It is the intent of the legislature that Harborview medical
10 center continue to be an economically viable component of the health
11 care system and that the state's financial interest in Harborview
12 medical center be recognized.

13 (3) Funding is provided in this section for the adult dental
14 program for Title XIX categorically eligible and medically needy
15 persons and to provide foot care services by podiatric physicians and
16 surgeons.

17 (4) \$1,622,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$1,622,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided for treatment of low-income kidney
20 dialysis patients.

21 (5) \$80,000 of the general fund--state appropriation for fiscal
22 year 1998, \$80,000 of the general fund--state appropriation for fiscal
23 year 1999, and \$160,000 of the general fund--federal appropriation are
24 provided solely for the prenatal triage clearinghouse to provide access
25 and outreach to reduce infant mortality.

26 ~~(6) ((The department shall employ the managed care contracting and
27 negotiation strategies defined in Substitute Senate Bill No. 5125 to
28 assure that the average per-recipient cost of managed care services for
29 temporary assistance to needy families and expansion populations
30 increases by no more than two percent per year in calendar years 1998
31 and 1999.~~

32 ~~(7) The department shall seek federal approval to require adult
33 medicaid recipients who are not elderly or disabled to contribute ten
34 dollars per month toward the cost of their medical assistance coverage.
35 The department shall report on the progress of this effort to the house
36 of representatives and senate health care and fiscal committees by
37 September 1 and November 15, 1997.~~

38 ~~(8))~~ \$325,000 of the general fund--state appropriation for fiscal
39 year 1998 and \$325,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely to increase rates paid for air
2 ambulance services.

3 ~~((9) \$1,468,000 of the general fund state appropriation for~~
4 ~~fiscal year 1999 is to be expended solely to the extent necessary~~
5 ~~because the federal government has not approved the department's~~
6 ~~request to require certain recipients to pay ten dollars per month~~
7 ~~toward the cost of their medical assistance.~~

8 ~~(10))~~ (7) By November 1, 1998, the department shall report to the
9 health care and fiscal committees of the legislature on the estimated
10 average monthly number of nongrant medical assistance recipients who do
11 not meet the earned income eligibility standards that were in effect
12 prior to November 1997.

13 **Sec. 210.** 1998 c 346 s 210 (uncodified) is amended to read as
14 follows:

15 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
16 **REHABILITATION PROGRAM**

17	General Fund--State Appropriation (FY 1998) . . . \$	9,046,000
18	General Fund--State Appropriation (FY 1999) . . . \$	((8,603,000))
19		<u>9,091,000</u>
20	General Fund--Federal Appropriation \$	((79,080,000))
21		<u>78,579,000</u>
22	General Fund--Private/Local Appropriation \$	2,904,000
23	TOTAL APPROPRIATION \$	((99,633,000))
24		<u>99,620,000</u>

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

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

33 (2) \$363,000 of the general fund--state appropriation for fiscal
34 year 1998, \$506,000 of the general fund--state appropriation for fiscal
35 year 1999, and \$3,208,000 of the general fund--federal appropriation
36 are provided solely for vocational rehabilitation services for
37 individuals enrolled for services with the developmental disabilities
38 program who complete their high school curriculum in 1997 or 1998.

1 **Sec. 211.** 1998 c 346 s 211 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
4 **SUPPORTING SERVICES PROGRAM**

5	General Fund--State Appropriation (FY 1998) . . . \$	25,818,000
6	General Fund--State Appropriation (FY 1999) . . . \$	((25,744,000))
7		<u>25,875,000</u>
8	General Fund--Federal Appropriation \$	((43,037,000))
9		<u>42,544,000</u>
10	General Fund--Private/Local Appropriation \$	270,000
11	TOTAL APPROPRIATION \$	((94,869,000))
12		<u>94,507,000</u>

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

15 (1) The department may transfer up to \$1,289,000 of the general
16 fund--state appropriation for fiscal year 1998, \$1,757,000 of the
17 general fund--state appropriation for fiscal year 1999, and \$2,813,000
18 of the general fund--federal appropriation to the administration and
19 supporting services program from various other programs to implement
20 administrative reductions.

21 (2) The secretary of social and health services and the director of
22 labor and industries shall report to the appropriate fiscal and policy
23 committees of the legislature by July 1, 1997, and every six months
24 thereafter on the measurable changes in employee injury and time-loss
25 rates that have occurred in the state developmental disabilities,
26 juvenile rehabilitation, and mental health institutions as a result of
27 the upfront loss-control discount agreement between the agencies.

28 (3) \$60,000 of the general fund--state appropriation for fiscal
29 year 1998 is provided solely for a welfare fraud pilot program as
30 described by House Bill No. 1822 (welfare fraud investigation).

31 (4) \$55,000 of the fiscal year 1998 general fund--state
32 appropriation, \$64,000 of the fiscal year 1999 general fund--state
33 appropriation, and \$231,000 of the general fund--federal appropriation
34 are provided solely for implementation of Engrossed House Bill No. 3901
35 (implementing welfare reform). If the bill is not enacted by June 30,
36 1997, the amounts provided in this subsection shall lapse.

37 ~~((+6))~~ (5) The department shall report on the allowance for
38 clothing, personal maintenance, and necessary incidentals provided to
39 persons who receive services funded by state and federal moneys under

1 Title XIX of the social security act. The report shall discuss the
2 range of allowances granted for different populations and programs and
3 compare the allowances to those provided to similar populations in
4 other western states. The report shall also evaluate the need for a
5 uniform amount provided to all populations and, if a uniform allowance
6 is provided, at what level that allowance should be set. In compiling
7 the report, the department shall consult with affected parties and
8 divisions. The report shall be submitted by December 1, 1998, to the
9 chairs and the ranking minority members of the appropriate committees
10 of the legislature.

11 **Sec. 212.** 1998 c 346 s 212 (uncodified) is amended to read as
12 follows:

13 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILD SUPPORT PROGRAM**

14	General Fund--State Appropriation (FY 1998) . . . \$	21,344,000
15	General Fund--State Appropriation (FY 1999) . . . \$	((20,965,000))
16		<u>22,913,000</u>
17	General Fund--Federal Appropriation \$	((145,321,000))
18		<u>150,874,000</u>
19	General Fund--Private/Local Appropriation \$	((32,673,000))
20		<u>30,802,000</u>
21	TOTAL APPROPRIATION \$	((220,303,000))
22		<u>225,933,000</u>

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

25 (1) The department shall contract with private collection agencies
26 to pursue collection of AFDC child support arrearages in cases that
27 might otherwise consume a disproportionate share of the department's
28 collection efforts. The department's child support collection staff
29 shall determine which cases are appropriate for referral to private
30 collection agencies. In determining appropriate contract provisions,
31 the department shall consult with other states that have successfully
32 contracted with private collection agencies to the extent allowed by
33 federal support enforcement regulations.

34 (2) The amounts appropriated in this section for child support
35 legal services shall be expended only by means of contracts with local
36 prosecutor's offices.

37 (3) \$305,000 of the general fund--state fiscal year 1998
38 appropriation, \$494,000 of the general fund--state fiscal year 1999

1 appropriation, and \$1,408,000 of the general fund--federal
2 appropriation are provided solely to implement Engrossed House Bill No.
3 3901 (implementing welfare reform). If the bill is not enacted by June
4 30, 1997, the amounts provided in this subsection shall lapse.

5 **Sec. 213.** 1998 c 346 s 213 (uncodified) is amended to read as
6 follows:

7 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
8 **AGENCIES PROGRAM**

9	General Fund--State Appropriation (FY 1998) . . . \$	25,292,000
10	General Fund--State Appropriation (FY 1999) . . . \$	((24,792,000))
11		<u>24,980,000</u>
12	General Fund--Federal Appropriation \$	((18,966,000))
13		<u>18,778,000</u>
14	TOTAL APPROPRIATION \$	69,050,000

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

17 (1) \$263,000 of the fiscal year 1998 general fund--state
18 appropriation, \$349,000 of the fiscal year 1999 general fund--state
19 appropriation, and \$1,186,000 of the general fund--federal
20 appropriation are provided solely for implementation of Engrossed House
21 Bill No. 3901 (implementing welfare reform). If the bill is not
22 enacted by June 30, 1997, the amounts provided in this subsection shall
23 lapse.

24 (2) \$113,000 of the fiscal year 1999 general fund--state
25 appropriation and \$31,000 of the general fund--federal appropriation
26 are provided solely for the implementation of Substitute House Bill No.
27 2556 (child abuse prevention and treatment). If this bill is not
28 enacted by June 30, 1998, the amounts provided in this subsection shall
29 lapse.

30 **Sec. 214.** 1998 c 346 s 214 (uncodified) is amended to read as
31 follows:

32 **FOR THE STATE HEALTH CARE AUTHORITY**

33	General Fund--State Appropriation (FY 1998) . . . \$	6,316,000
34	General Fund--State Appropriation (FY 1999) . . . \$	6,317,000
35	State Health Care Authority Administration	
36	Account Appropriation \$	((14,969,000))
37		<u>14,966,000</u>

1	Health Services Account Appropriation	\$	((341,800,000))
2			<u>332,544,000</u>
3	TOTAL APPROPRIATION	\$	((369,402,000))
4			<u>360,143,000</u>

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

7 (1) The general fund--state appropriations are provided solely for
8 health care services provided through local community clinics.

9 (2) Within funds appropriated in this section and sections 205 and
10 206 of chapter 149, Laws of 1997, the health care authority shall
11 continue to provide an enhanced basic health plan subsidy option for
12 foster parents licensed under chapter 74.15 RCW and workers in state-
13 funded homecare programs. Under this enhanced subsidy option, foster
14 parents and homecare workers with family incomes below 200 percent of
15 the federal poverty level shall be allowed to enroll in the basic
16 health plan at a cost of ten dollars per covered worker per month.

17 ~~(3)((a) Effective October 1997, the health care authority shall~~
18 ~~require organizations and individuals that are paid to deliver basic~~
19 ~~health plan services to contribute a minimum of thirty dollars per~~
20 ~~enrollee per month if the organization or individual chooses to sponsor~~
21 ~~an individual's enrollment in the subsidized basic health plan.~~

22 ~~(b))~~ Effective July 1998, the health care authority shall require
23 organizations and individuals which are paid to deliver basic health
24 plan services and which choose to sponsor enrollment in the subsidized
25 basic health plan to pay the following: (i) A minimum of fifteen
26 dollars per enrollee per month for persons below 100 percent of the
27 federal poverty level; and (ii) a minimum of twenty dollars per
28 enrollee per month for persons whose family income is 100 percent to
29 200 percent of the federal poverty level.

30 ~~(4) ((\$150,000 of the health services account appropriation is~~
31 ~~provided solely to implement health care savings accounts. If~~
32 ~~legislation requiring a pilot project of such accounts is not enacted~~
33 ~~by June 30, 1997, the amount provided in this subsection shall lapse.~~

34 ~~(5))~~ \$270,000 of the health services account appropriation is
35 provided solely to pay commissions to agents and brokers in accordance
36 with RCW 70.47.015(5) for application assistance provided to persons on
37 the reservation list as of June 30, 1997, who enroll in the subsidized
38 basic health plan on or after July 1, 1997.

1 ~~((6))~~ (5) \$250,000 of the state health care authority
2 administrative account appropriation is provided solely to process
3 claims arising from the settlement in *Retired State Employees v. State*
4 *of Washington* (Thurston county superior court cause no. 92-2-01294-1).

5 ~~((7))~~ (6) The health care authority administrator is directed to
6 pay claims resulting from a court-approved stipulated settlement in
7 *Retired State Employees et al. v. State of Washington* (Thurston county
8 superior court cause no. 92-2-01294-1) using funds in the public
9 employees' and retirees' insurance account. The legislature recognizes
10 that payment of these claims may reduce premium stabilization reserves
11 below target levels on an interim basis. It is the legislature's
12 intent that the viability of health care authority-administered
13 programs be preserved and that the benefit levels for health care
14 authority-administered programs not be reduced in the event premium
15 stabilization reserves are used to pay such claims.

16 ~~((8))~~ (7) \$330,000 of the health services account appropriation
17 is provided solely to implement Substitute House Bill No. 3109 (basic
18 health plan enrollee income verification). If the bill is not enacted
19 by June 30, 1998, the amount provided in this subsection shall lapse.

20 **Sec. 215.** 1998 c 346 s 217 (uncodified) is amended to read as
21 follows:

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

23	General Fund Appropriation (FY 1998)	\$	6,805,000
24	General Fund Appropriation (FY 1999)	\$	((7,069,000))
25			<u>7,017,000</u>
26	Public Safety and Education Account--		
27	State Appropriation	\$	((16,082,000))
28			<u>16,078,000</u>
29	Public Safety and Education Account--		
30	Federal Appropriation	\$	6,002,000
31	Public Safety and Education Account--		
32	Private/Local Appropriation	\$	2,178,000
33	Electrical License Account Appropriation	\$	((22,542,000))
34			<u>22,515,000</u>
35	Farm Labor Revolving Account Appropriation	\$	28,000
36	Worker and Community Right-to-Know Account		
37	Appropriation	\$	2,187,000
38	Public Works Administration Account		

1	Appropriation	\$	1,975,000
2	Accident Account--State Appropriation	\$	((151,634,000))
3			<u>151,890,000</u>
4	Accident Account--Federal Appropriation	\$	9,112,000
5	Medical Aid Account--State Appropriation	\$	((154,142,000))
6			<u>154,519,000</u>
7	Medical Aid Account--Federal Appropriation	\$	1,592,000
8	Plumbing Certificate Account Appropriation	\$	947,000
9	Pressure Systems Safety Account Appropriation	\$	2,106,000
10	TOTAL APPROPRIATION	\$	((384,401,000))
11			<u>384,951,000</u>

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

14 (1) Expenditures of funds appropriated in this section for the
15 information systems projects identified in agency budget requests as
16 "claims service delivery", "electrical permitting and inspection
17 system", and "credentialing information system" are conditioned upon
18 compliance with section 902 of this act.

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

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

32 (4) The secretary of social and health services and the director of
33 labor and industries shall report to the appropriate fiscal and policy
34 committees of the legislature by July 1, 1997, and every six months
35 thereafter on the measurable changes in employee injury and time-loss
36 rates that have occurred in the state developmental disabilities,
37 juvenile rehabilitation, and mental health institutions as a result of
38 the upfront loss-control discount agreement 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) \$101,000 of the plumbing certificate account appropriation is
5 provided solely for the implementation of Substitute Senate Bill No.
6 5749 (pipe installer). If the bill is not enacted by June 30, 1997,
7 the amount provided shall lapse.

8 (7) \$56,000 of the medical aid account appropriation and \$52,000 of
9 the accident account appropriation are provided solely for evaluating
10 agency operational improvements.

11 (8) \$593,000 of nonappropriated funds from the medical aid account
12 shall be provided solely for allocation to the joint legislative audit
13 and review committee for a performance audit and operations review of
14 the state workers' compensation system pursuant to Substitute Senate
15 Bill No. 6030.

16 (9) \$170,000 of the accident account--state appropriation and
17 \$170,000 of the medical aid account--state appropriation are provided
18 solely for payment to the office of the attorney general for legal
19 services provided in the 1995-97 biennium.

20 (10) \$686,000 of the accident account appropriation and \$686,000 of
21 the medical aid account appropriation for fiscal year 1999 are provided
22 solely to fund 24 claims manager positions in fiscal year 1999 (12
23 worker compensation adjudicator 2 and 12 worker compensation
24 adjudicator 3 positions). With these new positions, the department is
25 expected to reduce time-loss duration in claims by 5 percent by June
26 30, 2000, and an additional 2.5 percent by June 30, 2001. The average
27 caseload for level 2 claims managers should also drop to approximately
28 190 by June 30, 2000. The director of the department shall report to
29 the appropriate fiscal and policy committees of the legislature and the
30 office of financial management by June 30, 1998, and every year
31 thereafter, on the measurable progress made toward attaining these
32 goals. The 1998 report shall indicate the baseline figures from July
33 1, 1997. If substantial progress has not been achieved by June 30,
34 2000, the 24 claims manager positions and the funding associated with
35 these positions shall be discontinued.

36 **Sec. 216.** 1998 c 346 s 218 (uncodified) is amended to read as
37 follows:

38 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

1 (1) HEADQUARTERS

2	General Fund Appropriation (FY 1998)	\$	1,609,000
3	General Fund Appropriation (FY 1999)	\$	1,404,000
4	Industrial Insurance Premium Refund Account		
5	Appropriation	\$	80,000
6	Charitable, Educational, Penal, and Reformatory		
7	Institutions Account Appropriation	\$	4,000
8	TOTAL APPROPRIATION	\$	3,097,000

9 The appropriations in this subsection are subject to the following
10 conditions and limitations: \$200,000 of the general fund appropriation
11 for fiscal year 1998 is provided solely as the state's contribution to
12 the construction of a memorial on the state capitol grounds to the men
13 and women who served in the nation's armed forces during the second
14 world war. The department shall raise the remaining two-thirds of the
15 memorial's cost from individual and corporate contributions.

16 (2) FIELD SERVICES

17	General Fund--State Appropriation (FY 1998)	\$	2,418,000
18	General Fund--State Appropriation (FY 1999)	\$	2,420,000
19	General Fund--Federal Appropriation	\$	26,000
20	General Fund--Private/Local Appropriation	\$	85,000
21	TOTAL APPROPRIATION	\$	4,949,000

22 (3) INSTITUTIONAL SERVICES

23	General Fund--State Appropriation (FY 1998)	\$	6,576,000
24	General Fund--State Appropriation (FY 1999)	\$	((5,522,000))
25			<u>5,385,000</u>
26	General Fund--Federal Appropriation	\$	((18,950,000))
27			<u>19,004,000</u>
28	General Fund--Private/Local Appropriation	\$	((14,561,000))
29			<u>14,911,000</u>
30	TOTAL APPROPRIATION	\$	((45,609,000))
31			<u>45,876,000</u>

32 **Sec. 217.** 1998 c 346 s 219 (uncodified) is amended to read as
33 follows:

34 **FOR THE DEPARTMENT OF HEALTH**

35	General Fund--State Appropriation (FY 1998)	\$	63,189,000
36	General Fund--State Appropriation (FY 1999)	\$	((73,170,000))
37			<u>72,623,000</u>

1	General Fund--Federal Appropriation	\$	((262,504,000))
2			<u>262,488,000</u>
3	General Fund--Private/Local Appropriation	\$	((23,578,000))
4			<u>24,356,000</u>
5	Hospital Commission Account Appropriation	\$	3,089,000
6	Health Professions Account Appropriation	\$	((36,255,000))
7			<u>35,522,000</u>
8	Emergency Medical and Trauma Care Services Account		
9	Appropriation	\$	((21,042,000))
10			<u>5,857,000</u>
11	Safe Drinking Water Account Appropriation	\$	2,494,000
12	Death Investigations Account Appropriation	\$	650,000
13	Drinking Water Assistance Account--Federal		
14	Appropriation	\$	5,385,000
15	Waterworks Operator Certification Appropriation	\$	588,000
16	Water Quality Account Appropriation	\$	3,065,000
17	Violence Reduction and Drug Enforcement		
18	Account Appropriation	\$	469,000
19	State Toxics Control Account Appropriation	\$	2,854,000
20	Medical Test Site Licensure Account		
21	Appropriation	\$	1,624,000
22	Youth Tobacco Prevention Account Appropriation	\$	1,812,000
23	Health Services Account Appropriation	\$	6,115,000
24	TOTAL APPROPRIATION	\$	((507,883,000))
25			<u>492,180,000</u>

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

28 (1) \$2,134,000 of the health professions account appropriation is
29 provided solely for the development and implementation of a licensing
30 and disciplinary management system. Expenditures are conditioned upon
31 compliance with section 902 of this act. These funds shall not be
32 expended without appropriate project approval by the department of
33 information systems.

34 (2) Funding provided in this section for the drinking water program
35 data management system shall not be expended without appropriate
36 project approval by the department of information systems.
37 Expenditures are conditioned upon compliance with section 902 of this
38 act.

1 (3) The department or any successor agency is authorized to raise
2 existing fees charged to the nursing professions and midwives; chemical
3 dependency counselors; by the pharmacy board; and for boarding home;
4 hospital; and home health, home care, and hospice agency licenses, in
5 excess of the fiscal growth factor established by Initiative Measure
6 No. 601, if necessary, to meet the actual costs of conducting business
7 and the appropriation levels in this section.

8 (4) \$1,526,000 of the general fund--state fiscal year 1998
9 appropriation and \$1,741,000 of the general fund--state fiscal year
10 1999 appropriation are provided solely for the implementation of the
11 Puget Sound water work plan and agency action items, DOH-01, DOH-02,
12 DOH-03, DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11,
13 and DOH-12.

14 (5) (~~(\$10,000,000)~~) \$6,115,000 of the health services account
15 appropriation is provided solely for distribution to local health
16 departments for distribution on a per capita basis. Prior to
17 distributing these funds, the department shall adopt rules and
18 procedures to ensure that these funds are not used to replace current
19 local support for public health programs.

20 (6) \$500,000 of the general fund--state appropriation for fiscal
21 year 1998 and \$500,000 of the general fund--state appropriation for
22 fiscal year 1999 are provided solely for operation of a youth suicide
23 prevention program at the state level, including a state-wide public
24 educational campaign to increase knowledge of suicide risk and ability
25 to respond and provision of twenty-four hour crisis hotlines, staffed
26 to provide suicidal youth and caregivers a source of instant help.

27 (7) The department of health shall not initiate any services that
28 will require expenditure of state general fund moneys unless expressly
29 authorized in this act or other law. The department may seek, receive,
30 and spend, under RCW 43.79.260 through 43.79.282, federal moneys not
31 anticipated in this act as long as the federal funding does not require
32 expenditure of state moneys for the program in excess of amounts
33 anticipated in this act. If the department receives unanticipated
34 unrestricted federal moneys, those moneys shall be spent for services
35 authorized in this act or in any other legislation that provides
36 appropriation authority, and an equal amount of appropriated state
37 moneys shall lapse. Upon the lapsing of any moneys under this
38 subsection, the office of financial management shall notify the
39 legislative fiscal committees. As used in this subsection,

1 "unrestricted federal moneys" includes block grants and other funds
2 that federal law does not require to be spent on specifically defined
3 projects or matched on a formula basis by state funds.

4 (8) \$259,000 of the health professions account appropriation is
5 provided solely to implement Engrossed House Bill No. 3901
6 (implementing welfare reform). If the bill is not enacted by June 30,
7 1997, the amounts provided in this subsection shall lapse.

8 (9) \$150,000 of the general fund--state fiscal year 1998
9 appropriation and \$150,000 of the general fund--state fiscal year 1999
10 appropriation are provided solely for community-based oral health
11 grants that may fund sealant programs, education, prevention, and other
12 oral health interventions. The grants may be awarded to state or
13 federally funded community and migrant health centers, tribal clinics,
14 or public health jurisdictions. Priority shall be given to communities
15 with established oral health coalitions. Grant applications for oral
16 health education and prevention grants shall include (a) an assessment
17 of the community's oral health education and prevention needs; (b)
18 identification of the population to be served; and (c) a description of
19 the grant program's predicted outcomes.

20 (10) (~~(\$21,042,000)~~) \$5,857,000 of the emergency medical and trauma
21 care services account appropriation is provided solely for
22 implementation of Substitute Senate Bill No. 5127 (trauma care
23 services). If the bill is not enacted by June 30, 1997, the amount
24 provided in this subsection shall lapse.

25 (11) \$500,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$500,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely for family support and provider
28 training services for children with special health care needs.

29 (12) \$300,000 of the general fund--federal appropriation is
30 provided solely for an abstinence education program which complies with
31 P.L. 104-193. \$400,000 of the general fund--federal appropriation is
32 provided solely for abstinence education projects at the office of the
33 superintendent of public instruction and shall be transferred to the
34 office of the superintendent of public instruction for the 1998-99
35 school year. The department shall apply for abstinence education funds
36 made available by the federal personal responsibility and work
37 opportunity act of 1996 and implement a program that complies with the
38 requirements of that act.

1 (13) \$50,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$50,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for the implementation of Second
4 Substitute House Bill No. 1191 (mandated health benefit review). If
5 the bill is not enacted by June 30, 1997, the amounts provided in this
6 section shall lapse.

7 (14) \$100,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$100,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for the volunteer retired provider
10 program. Funds shall be used to increase children's access to dental
11 care services in rural and underserved communities by paying
12 malpractice insurance and professional licensing fees for retired
13 dentists participating in the program.

14 (15) \$852,000 of the drinking water assistance account--federal
15 appropriation is provided solely for an interagency agreement with the
16 department of community, trade, and economic development to administer,
17 in cooperation with the public works board, loans to local governments
18 and public water systems for projects and activities to protect and
19 improve the state's drinking water facilities and resources.

20 (16) \$3,347,000 of the fiscal year 1998 general fund--state
21 appropriation and (~~(\$3,347,000)~~) \$2,600,000 of the fiscal year 1999
22 general fund--state appropriation are provided solely for the AIDS
23 prescription drug program and HIV intervention program. The department
24 shall operate the program within total appropriations. The department
25 shall take such actions as are necessary to control expenditures,
26 including administrative efficiencies such as reductions to provider
27 reimbursement rates, modifications to financial eligibility,
28 modifications to the scope of services, and client cost sharing
29 mechanisms. The department shall identify program policy changes
30 required to manage within the amounts provided.

31 (17) Funding provided in this section is sufficient to implement
32 section 8 of Engrossed Substitute House Bill No. 2264 (eliminating the
33 health care policy board).

34 (18) \$2,075,000 of the fiscal year 1998 general fund--state
35 appropriation and \$2,075,000 of the fiscal year 1999 general fund--
36 state appropriation are provided solely for the Washington poison
37 center.

38 (19) \$650,000 of the death investigations account appropriation is
39 provided solely for the implementation of state-wide child mortality

1 reviews. Local health jurisdictions shall coordinate child mortality
2 reviews for children from birth to eighteen years of age, develop local
3 child mortality review protocols, and serve as the appointing authority
4 and lead agency for local child death review teams. The department of
5 health shall develop standard aggregate data elements, collect and
6 analyze local child mortality review data, provide technical assistance
7 to local child mortality review teams, and approve local child death
8 review protocols. If House Bill No. 1269 (death investigations
9 account) is not enacted by June 30, 1997, the amount provided in this
10 subsection shall lapse.

11 (20) \$1,125,000 of the fiscal year 1998 general fund--state
12 appropriation and \$1,125,000 of the fiscal year 1999 general fund--
13 state appropriation are provided solely for deposit in the county
14 public health account.

15 (21) \$60,000 of the general fund--state appropriation for fiscal
16 year 1998 and \$60,000 of the general fund--state appropriation for
17 fiscal year 1999 are provided solely for attorney general services and
18 such other activities not covered by fee revenues as are necessary for
19 implementation of Engrossed Substitute House Bill No. 2264 (health care
20 policy). If the bill is not enacted by June 30, 1997, the amounts
21 provided in this subsection shall lapse.

22 (22) \$250,000 of the fiscal year 1998 general fund--state
23 appropriation \$250,000 of the fiscal year 1999 general fund--state
24 appropriation are provided solely for operation of a naturopathic
25 health clinic constructed in 1996.

26 (23) \$60,000 of the general fund--state appropriation for fiscal
27 year 1999 is provided solely for the implementation of Second
28 Substitute Senate Bill No. 6168 (temporary worker housing). If the
29 bill is not enacted by June 30, 1998, the amount provided in this
30 subsection shall lapse.

31 (24) \$250,000 of the general fund--federal appropriation is
32 provided solely to conduct monitoring for thyroid diseases for eligible
33 people exposed to radiation from Hanford between 1945 and 1951, and is
34 contingent upon the execution of an agreement with the state of Oregon
35 that the state of Washington will function as a subrecipient for the
36 Hanford medical monitoring program grant. If such an agreement is not
37 executed by September 30, 1998, the amount provided in this subsection
38 shall lapse.

1 (25) (~~(\$730,000 of the health professions account appropriation is~~
2 ~~provided solely for the purposes of the impaired physician program. If~~
3 ~~Second Substitute House Bill No. 1618 (impaired physician program) or~~
4 ~~substantially similar legislation is enacted by June 30, 1998, the~~
5 ~~amounts provided in this subsection shall lapse.~~

6 ~~(26))~~ \$1,000,000 of the general fund--state appropriation for
7 fiscal year 1999 is provided solely for the breast and cervical cancer
8 screening program.

9 ~~((27))~~ (26) Within existing resources, the department shall
10 maintain funding support for neurodevelopmental centers and in no case
11 shall that support in fiscal year 1999 be reduced below the total sum
12 awarded by contract to neurodevelopmental centers in fiscal year 1998.

13 ~~((29))~~ (27) \$300,000 of the general fund--state appropriation is
14 provided solely for the implementation of a hepatitis A emergency
15 vaccination program. This entire amount shall be passed through to
16 county health districts that have employed a public education effort
17 and have infection rates in excess of 100 per 100,000 population.

18 **Sec. 218.** 1998 c 346 s 220 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF CORRECTIONS**

21 The appropriations to the department of corrections in chapter 454,
22 Laws of 1997, as amended, shall be expended for the programs and in the
23 amounts specified therein. However, after April 1, ~~((1998))~~ 1999,
24 unless specifically prohibited by this act, the department may transfer
25 general fund--state appropriations for fiscal year ~~((1998))~~ 1999
26 between the institutional services and community corrections programs
27 after approval by the director of the office of financial management.
28 The director of the office of financial management shall notify the
29 appropriate fiscal committees of the senate and house of
30 representatives in writing prior to approving any deviations from
31 appropriation levels.

32 (1) ADMINISTRATION AND PROGRAM SUPPORT

33	General Fund Appropriation (FY 1998)	. . . . . \$	13,926,000
34	General Fund Appropriation (FY 1999)	. . . . . \$	13,910,000
35	Violence Reduction and Drug Enforcement Account		
36	Appropriation	. . . . . \$	500,000
37	TOTAL APPROPRIATION	. . . . . \$	28,336,000

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

3 (a) \$187,000 of the general fund fiscal year 1998 appropriation and
4 \$155,000 of the general fund fiscal year 1999 appropriation are
5 provided solely for implementation of Substitute Senate Bill No. 5759
6 (risk classification). If the bill is not enacted by July 1, 1997, the
7 amounts provided shall lapse.

8 (b) \$500,000 of the violence reduction and drug enforcement account
9 appropriation is provided solely for a feasibility study regarding the
10 replacement of the department's offender based tracking system. This
11 appropriation is conditioned on the department satisfying the
12 requirements of section 902, chapter 149, Laws of 1997.

13 (2) INSTITUTIONAL SERVICES

14	General Fund--State Appropriation (FY 1998)	\$	289,665,000
15	General Fund--State Appropriation (FY 1999)	\$	((303,830,000))
16			<u>306,872,000</u>
17	General Fund--Federal Appropriation	\$	18,097,000
18	Industrial Insurance Premium Rebate Account		
19	Appropriation	\$	673,000
20	Violence Reduction and Drug Enforcement Account		
21	Appropriation	\$	1,614,000
22	TOTAL APPROPRIATION	\$	((613,879,000))
23			<u>616,921,000</u>

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

26 (a) The department shall provide funding for the pet partnership
27 program at the Washington corrections center for women at a level at
28 least equal to that provided in the 1995-97 biennium.

29 (b) \$3,978,000 of the general fund--state fiscal year 1998
30 appropriation and \$5,381,000 of the general fund--state fiscal year
31 1999 appropriation are provided solely for the criminal justice costs
32 associated with the implementation of Engrossed Third Substitute House
33 Bill No. 3900 (revising the juvenile code). If Engrossed Third
34 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the
35 amounts provided shall lapse.

36 (c) The department of corrections shall accomplish personnel
37 reductions with the least possible impact on correctional custody
38 staff, community custody staff, and correctional industries. For the

1 purposes of this subsection, correctional custody staff means employees
2 responsible for the direct supervision of offenders.

3 (d) \$296,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$297,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely to increase payment rates for
6 contracted education providers. It is the legislature's intent that
7 these amounts shall be used primarily to increase compensation for
8 persons employed in direct, front-line service delivery.

9 (e) The department may expend funds generated by contractual
10 agreements entered into for mitigation of severe overcrowding in local
11 jails. If any funds are generated in excess of actual costs, they
12 shall be deposited in the state general fund. Expenditures shall not
13 exceed revenue generated by such agreements and shall be treated as
14 recovery of costs.

15 (f) \$70,000 of the general fund--state fiscal year 1999
16 appropriation is provided solely for the implementation of Senate Bill
17 No. 6139 (amphetamine crimes). If the bill is not enacted by June 30,
18 1998, the amount provided in this subsection shall lapse.

19 (g) \$36,000 of the general fund--state fiscal year 1999
20 appropriation is provided solely for the implementation of House Bill
21 No. 1172 (sex offender registration). If the bill is not enacted by
22 June 30, 1998, the amount provided in this subsection shall lapse.

23 (h) \$8,000 of the general fund--state fiscal year 1999
24 appropriation is provided solely for the implementation of House Bill
25 No. 2628 (methamphetamine manufacture). If the bill is not enacted by
26 June 30, 1998, the amount provided in this subsection shall lapse.

27 (3) COMMUNITY CORRECTIONS

28	General Fund Appropriation (FY 1998)	. . . . . \$	88,830,000
29	General Fund Appropriation (FY 1999)	. . . . . \$	90,670,000
30	TOTAL APPROPRIATION	. . . . . \$	179,500,000

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

33 (a) \$27,000 of the general fund fiscal year 1998 appropriation and
34 \$185,000 of the general fund fiscal year 1999 appropriation are
35 provided solely for the criminal justice costs associated with the
36 implementation of Engrossed Third Substitute House Bill No. 3900
37 (revising the juvenile code). If Engrossed Third Substitute House Bill

1 No. 3900 is not enacted by June 30, 1997, the amounts provided shall
2 lapse.

3 (b) The department of corrections shall accomplish personnel
4 reductions with the least possible impact on correctional custody
5 staff, community custody staff, and correctional industries. For the
6 purposes of this subsection, correctional custody staff means employees
7 responsible for the direct supervision of offenders.

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

15 (d) \$45,000 of the general fund--state fiscal year 1999
16 appropriation is provided solely for the implementation of Substitute
17 Senate Bill No. 5760 (mentally ill offenders). If the bill is not
18 enacted by June 30, 1998, the amount provided in this subsection shall
19 lapse.

20 (e) \$609,000 of the general fund--state fiscal year 1998
21 appropriation and \$226,000 of the general fund--state fiscal year 1999
22 appropriation are provided solely for costs associated with allowing
23 community corrections officers to carry firearms.

24 (4) CORRECTIONAL INDUSTRIES

25	General Fund Appropriation (FY 1998)	. . . . .	\$	4,055,000
26	General Fund Appropriation (FY 1999)	. . . . .	\$	4,167,000
27	TOTAL APPROPRIATION	. . . . .	\$	8,222,000

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

30 (a) \$100,000 of the general fund fiscal year 1998 appropriation and
31 \$100,000 of the general fund fiscal year 1999 appropriation are
32 provided solely for transfer to the jail industries board. The board
33 shall use the amounts provided only for administrative expenses,
34 equipment purchases, and technical assistance associated with advising
35 cities and counties in developing, promoting, and implementing
36 consistent, safe, and efficient offender work programs.

37 (b) \$50,000 of the general fund appropriation for fiscal year 1998
38 and \$50,000 of the general fund appropriation for fiscal year 1999 are

1 provided solely for the correctional industries board of directors to
2 hire one staff person, responsible directly to the board, to assist the
3 board in fulfilling its duties.

4 (5) INTERAGENCY PAYMENTS

5	General Fund Appropriation (FY 1998)	\$	6,851,000
6	General Fund Appropriation (FY 1999)	\$	((6,538,000))
7			<u>6,788,000</u>
8	TOTAL APPROPRIATION	\$	((13,389,000))
9			<u>13,639,000</u>

10 **Sec. 219.** 1998 c 346 s 222 (uncodified) is amended to read as
11 follows:

12 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

13	General Fund--State Appropriation (FY 1998)	\$	1,260,000
14	General Fund--State Appropriation (FY 1999)	\$	1,261,000
15	General Fund--Federal Appropriation	\$	((198,628,000))
16			<u>178,472,000</u>
17	General Fund--Private/Local Appropriation	\$	28,650,000
18	Unemployment Compensation Administration Account--		
19	Federal Appropriation	\$	182,312,000
20	Administrative Contingency Account		
21	Appropriation	\$	13,527,000
22	Employment Service Administrative Account		
23	Appropriation	\$	14,500,000
24	Employment & Training Trust Account		
25	Appropriation	\$	600,000
26	TOTAL APPROPRIATION	\$	((440,738,000))
27			<u>420,582,000</u>

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

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

35 (2) \$600,000 of the employment and training trust account
36 appropriation is provided solely for the account's share of
37 unemployment insurance tax collection costs.

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

4 (4) The employment security department shall spend no more than
5 \$25,049,511 of the unemployment compensation administration account--
6 federal appropriation for the general unemployment insurance
7 development effort (GUIDE) project, except that the department may
8 exceed this amount by up to \$2,600,000 to offset the cost associated
9 with any vendor-caused delay. The additional spending authority is
10 contingent upon the department fully recovering these moneys from any
11 project vendors failing to perform in full. Authority to spend the
12 amount provided by this subsection is conditioned on compliance with
13 section 902 of this act.

14 (5) \$60,000 of the general fund--state fiscal year 1998
15 appropriation and \$61,000 of the general fund--state fiscal year 1999
16 appropriation are provided solely for the King county reemployment
17 support center.

18 (6) \$1,200,000 of the general fund--state fiscal year 1998
19 appropriation and \$1,200,000 of the general fund--state fiscal year
20 1999 appropriation are provided solely for labor market information and
21 employer outreach activities.

22 (7) \$948,000 of the administrative contingency account
23 appropriation and \$838,000 of the employment service administrative
24 account appropriation are provided solely for the department to
25 evaluate the tax determination system compared to other systems,
26 improve the disclosure of information on the employer rate notice, and
27 address deficiencies in the tax information system (TAXIS).

28 (~~(10)~~) (8) \$327,000 of the unemployment compensation
29 administration account--federal appropriation and \$486,000 of the
30 employment service administrative account appropriation are provided
31 solely for the department to replace field office computers that are
32 not compliant with Year 2000 conversion standards.

33 (End of part)

PART III
NATURAL RESOURCES

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Sec. 301. 1998 c 346 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation		
(FY 1998)	\$	((26,013,000))
		<u>23,513,000</u>
General Fund--State Appropriation		
(FY 1999)	\$	((25,860,000))
		<u>23,351,000</u>
General Fund--Federal Appropriation	\$	((46,240,000))
		<u>46,232,000</u>
General Fund--Private/Local Appropriation .	\$	1,200,000
Special Grass Seed Burning Research Account		
Appropriation	\$	71,000
Reclamation Revolving Account		
Appropriation	\$	2,441,000
Flood Control Assistance Account		
Appropriation	\$	4,850,000
State Emergency Water Projects Revolving Account		
Appropriation	\$	319,000
Waste Reduction/Recycling/Litter Control		
Appropriation	\$	10,316,000
State and Local Improvements Revolving Account		
(Waste Facilities) Appropriation	\$	601,000
State and Local Improvements Revolving Account		
(Water Supply Facilities)		
Appropriation	\$	1,366,000
Basic Data Account Appropriation	\$	182,000
Vehicle Tire Recycling Account		
Appropriation	\$	((357,000))
		<u>401,000</u>
Water Quality Account Appropriation	\$	2,892,000
Wood Stove Education and Enforcement Account		
Appropriation	\$	848,000

1	Worker and Community Right-to-Know Account		
2	Appropriation	\$	469,000
3	State Toxics Control Account		
4	Appropriation	\$	((53,715,000))
5			<u>53,706,000</u>
6	Local Toxics Control Account		
7	Appropriation	\$	4,759,000
8	Water Quality Permit Account		
9	Appropriation	\$	20,378,000
10	Underground Storage Tank Account		
11	Appropriation	\$	2,638,000
12	Solid Waste Management Account		
13	Appropriation	\$	971,000
14	Hazardous Waste Assistance Account		
15	Appropriation	\$	3,615,000
16	Air Pollution Control Account		
17	Appropriation	\$	16,224,000
18	Oil Spill Administration Account		
19	Appropriation	\$	6,998,000
20	Air Operating Permit Account		
21	Appropriation	\$	3,808,000
22	Freshwater Aquatic Weeds Account		
23	Appropriation	\$	1,829,000
24	Oil Spill Response Account		
25	Appropriation	\$	7,078,000
26	Metals Mining Account Appropriation	\$	42,000
27	Water Pollution Control Revolving Account--State		
28	Appropriation	\$	349,000
29	Water Pollution Control Revolving Account--Federal		
30	Appropriation	\$	1,726,000
31	Biosolids Permit Account Appropriation	\$	567,000
32	Environmental Excellence Account		
33	Appropriation	\$	247,000
34	TOTAL APPROPRIATION	\$	((248,969,000))
35			<u>243,987,000</u>

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

38 (1) \$3,211,000 of the general fund--state appropriation for fiscal
39 year 1998, \$3,211,000 of the general fund--state appropriation for

1 fiscal year 1999, \$394,000 of the general fund--federal appropriation,
2 \$2,017,000 of the oil spill administration account, \$819,000 of the
3 state toxics control account appropriation, and \$3,591,000 of the water
4 quality permit fee account are provided solely for the implementation
5 of the Puget Sound work plan and agency action items DOE-01, DOE-02,
6 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09.

7 (2) \$2,000,000 of the state toxics control account appropriation is
8 provided solely for the following purposes:

9 (a) To conduct remedial actions for sites for which there are no
10 potentially liable persons, for which potentially liable persons cannot
11 be found, or for which potentially liable persons are unable to pay for
12 remedial actions; and

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

16 (c) To conduct remedial actions for sites for which potentially
17 liable persons have refused to conduct remedial actions required by the
18 department; and

19 (d) To contract for services as necessary to support remedial
20 actions.

21 (3) \$200,000 of the general fund--state appropriation for fiscal
22 year 1998 is provided solely for the implementation of Engrossed
23 Substitute House Bill No. 1118 (reopening a water rights claim filing
24 period). If the bill is not enacted by June 30, 1997, the amount
25 provided in this subsection shall lapse.

26 (4) \$3,600,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$3,600,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for the auto emissions inspection
29 and maintenance program. Expenditures of the amounts provided in this
30 subsection are contingent upon a like amount being deposited in the
31 general fund from the auto emission inspection fees in accordance with
32 RCW 70.120.170(4).

33 (5) \$170,000 of the oil spill administration account appropriation
34 is provided solely for implementation of the Puget Sound work plan
35 action item UW-02 through a contract with the University of
36 Washington's Sea Grant program in order to develop an educational
37 program that targets small spills from commercial fishing vessels,
38 ferries, cruise ships, ports, and marinas.

1 (6) The merger of the office of marine safety into the department
2 of ecology shall be accomplished in a manner that will maintain a
3 priority focus on oil spill prevention, as well as maintain a strong
4 oil spill response capability. The merged program shall be established
5 to provide a high level of visibility and ensure that there shall not
6 be a diminution of the existing level of effort from the merged
7 programs.

8 (7) The entire environmental excellence account appropriation is
9 provided solely for the implementation of Engrossed Second Substitute
10 House Bill No. 1866 (environmental excellence). If the bill is not
11 enacted by June 30, 1997, the amount provided in this subsection shall
12 lapse. In implementing the bill, the department shall organize the
13 needed expertise to process environmental excellence applications after
14 an application has been received.

15 (8) \$200,000 of the freshwater aquatic weeds account appropriation
16 is provided solely to address saltcedar weed problems.

17 (9) \$4,498,000 of the waste reduction, recycling, and litter
18 control account appropriation is provided for fiscal year 1998 and
19 \$5,818,000 is provided for fiscal year 1999 to be expended in the
20 following ratios: Fifty percent for a litter patrol program to employ
21 youth and correctional work crews to remove litter from places that are
22 most visible to the public; twenty percent for grants to local
23 governments for litter cleanup under RCW 70.93.250; and thirty percent
24 for public education and awareness programs and programs to foster
25 local waste reduction and recycling efforts. From the amounts provided
26 in this subsection, the department shall provide \$352,000 through an
27 interagency agreement to the department of corrections to hire
28 correctional crews to remove litter in areas that are not accessible to
29 youth crews.

30 (10) The entire biosolids permit account appropriation is provided
31 solely for implementation of Engrossed Senate Bill No. 5590 (biosolids
32 management). If the bill is not enacted by June 30, 1997, the entire
33 appropriation is null and void.

34 (11) \$29,000 of the general fund--state appropriation for fiscal
35 year 1998 and \$99,000 of the general fund--state appropriation for
36 fiscal year 1999 are provided solely for the implementation of
37 Substitute House Bill No. 1985 (landscape management plans). If the
38 bill is not enacted by June 30, 1997, the amounts provided in this
39 subsection shall lapse.

1 (12) \$60,000 of the freshwater aquatic weeds account appropriation
2 is provided solely for a grant to the department of fish and wildlife
3 to control and eradicate purple loosestrife using the most cost-
4 effective methods available, including chemical control where
5 appropriate.

6 (13) \$250,000 of the flood control assistance account appropriation
7 is provided solely as a reappropriation to complete the Skokomish
8 valley flood reduction plan. The amount provided in this subsection
9 shall be reduced by the amount expended from this account for the
10 Skokomish valley flood reduction plan during the biennium ending June
11 30, 1997.

12 (14) \$600,000 of the flood control assistance account appropriation
13 is provided solely to complete flood control projects that were awarded
14 funds during the 1995-97 biennium. These funds shall be spent only to
15 complete projects that could not be completed during the 1995-97
16 biennium due to delays caused by weather or delays in the permitting
17 process.

18 (15) \$113,000 of the general fund--state appropriation for fiscal
19 year 1998 and \$112,000 of the general fund--state appropriation for
20 fiscal year 1999 are provided solely for implementation of Substitute
21 Senate Bill No. 5505 (assistance to water applicants). If the bill is
22 not enacted by June 30, 1997, the amounts provided in this subsection
23 shall lapse.

24 (16) \$70,000 of the general fund--state appropriation for fiscal
25 year 1998 and \$70,000 of the general fund--state appropriation for
26 fiscal year 1999 are provided solely for implementation of Substitute
27 Senate Bill No. 5785 (consolidation of groundwater rights). If the
28 bill is not enacted by June 30, 1997, the amounts provided in this
29 subsection shall lapse.

30 (17) \$20,000 of the general fund--state appropriation for fiscal
31 year 1998 and \$20,000 of the general fund--state appropriation for
32 fiscal year 1999 are provided solely for implementation of Substitute
33 Senate Bill No. 5276 (water right applications). If the bill is not
34 enacted by June 30, 1997, the amounts provided in this subsection shall
35 lapse.

36 (18) \$500,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$500,000 of the general fund--state appropriation for
38 fiscal year 1999 are provided solely for the continuation of the
39 southwest Washington coastal erosion study.

1 (~~(21)~~) (19) \$195,000 of the underground storage tank account
2 appropriation is provided solely for the implementation of Substitute
3 Senate Bill No. 6130 (underground storage tanks). If the bill is not
4 enacted by June 30, 1998, the amount provided in this subsection shall
5 lapse.

6 (~~(22)~~) (20) \$417,000 of the local toxics control account
7 appropriation is provided solely to implement Substitute Senate Bill
8 No. 6474 (fertilizer regulation). If the bill is not enacted by June
9 30, 1998, the amount provided in this subsection shall lapse.

10 (~~(23)~~) (21) Using up to \$19,000 of the special grass seed burning
11 research account appropriation the department shall provide funding to
12 Washington State University to conduct a grass burning emissions study.

13 (~~(24)~~) (22) Within the amounts provided in this section, the
14 department shall conduct a demonstration project on the effectiveness
15 of the state-registered herbicide "Navigate" for the control of
16 Eurasian water milfoil in Loon Lake in Stevens county. The department
17 shall provide a grant to the Stevens county weed board to cover fifty
18 percent of the cost of application of the herbicide. A local match of
19 fifty percent of the cost of application of the herbicide is required.
20 Permits and approvals necessary to implement the demonstration project
21 may be conditioned by the department to protect public health and the
22 environment, but approval may not be withheld.

23 (~~(25)~~) (23) Within the amounts provided in this section, the
24 department shall provide funds to Yakima county superior court for
25 staff and associated costs to support the Yakima river basin water
26 rights adjudication.

27 **Sec. 302.** 1998 c 346 s 304 (uncodified) is amended to read as
28 follows:

29 **FOR THE STATE PARKS AND RECREATION COMMISSION**

30	General Fund--State Appropriation (FY 1998) . . . \$	20,489,000
31	General Fund--State Appropriation (FY 1999) . . . \$	((20,595,000))
32		<u>20,589,000</u>
33	General Fund--Federal Appropriation \$	3,122,000
34	General Fund--Private/Local Appropriation \$	59,000
35	Winter Recreation Program Account	
36	Appropriation \$	((779,000))
37		<u>759,000</u>
38	Off Road Vehicle Account Appropriation \$	251,000

1	Snowmobile Account Appropriation	\$	((3,260,000))
2			<u>3,240,000</u>
3	Aquatic Lands Enhancement Account Appropriation .	\$	321,000
4	Public Safety and Education Account		
5	Appropriation	\$	48,000
6	Industrial Insurance Premium Refund		
7	Appropriation	\$	10,000
8	Waste Reduction/Recycling/Litter Control		
9	Appropriation	\$	34,000
10	Water Trail Program Account Appropriation	\$	14,000
11	Parks Renewal and Stewardship Account		
12	Appropriation	\$	((25,894,000))
13			<u>25,871,000</u>
14	TOTAL APPROPRIATION	\$	((74,876,000))
15			<u>74,807,000</u>

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

18 (1) \$189,000 of the aquatic lands enhancement account appropriation
19 is provided solely for the implementation of the Puget Sound work plan
20 agency action items P&RC-01 and P&RC-03.

21 (2) \$264,000 of the general fund--federal appropriation is provided
22 for boater programs state-wide and for implementation of the Puget
23 Sound work plan.

24 (3) \$45,000 of the general fund--state appropriation for fiscal
25 year 1998 is provided solely for a feasibility study of a
26 public/private effort to establish a reserve for recreation and
27 environmental studies in southwest Kitsap county.

28 (4) Within the funds provided in this section, the state parks and
29 recreation commission shall provide to the legislature a status report
30 on implementation of the recommendations contained in the 1994 study on
31 the restructuring of Washington state parks. This status report shall
32 include an evaluation of the campsite reservation system including the
33 identification of any incremental changes in revenues associated with
34 implementation of the system and a progress report on other enterprise
35 activities being undertaken by the commission. The report may also
36 include recommendations on other revenue generating options. In
37 preparing the report, the commission is encouraged to work with
38 interested parties to develop a long-term strategy to support the park
39 system. The commission shall provide this report by December 1, 1997.

1 (5) \$48,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$202,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for development of underwater park
4 programs and facilities. The department shall work with the underwater
5 parks program task force to develop specific plans for the use of these
6 funds.

7 (6) Fees approved by the state parks and recreation commission in
8 1997 for camping, snow parks, wood debris collection, and Fort Worden
9 state park are authorized to exceed the fiscal growth factor under RCW
10 43.135.055.

11 (~~((7) \$20,000 of the winter recreation program account
12 appropriation and \$20,000 of the snowmobile account appropriation are
13 provided solely for a grant for the operation of the Northwest
14 avalanche center.))~~)

15 **Sec. 303.** 1998 c 346 s 307 (uncodified) is amended to read as
16 follows:

17 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

18	General Fund--State Appropriation (FY 1998) . . . \$	35,857,000
19	General Fund--State Appropriation (FY 1999) . . . \$	((44,998,000))
20		<u>45,585,000</u>
21	General Fund--Federal Appropriation \$	((75,037,000))
22		<u>74,989,000</u>
23	General Fund--Private/Local Appropriation \$	26,983,000
24	Off Road Vehicle Account Appropriation \$	488,000
25	Aquatic Lands Enhancement Account	
26	Appropriation \$	5,593,000
27	Public Safety and Education Account	
28	Appropriation \$	586,000
29	Industrial Insurance Premium Refund	
30	Appropriation \$	120,000
31	Recreational Fisheries Enhancement	
32	Appropriation \$	((2,387,000))
33		<u>2,787,000</u>
34	Warm Water Game Fish Account Appropriation . . . \$	2,419,000
35	Wildlife Account Appropriation \$	((44,122,000))
36		<u>46,174,000</u>
37	Game Special Wildlife Account--State	
38	Appropriation \$	1,911,000

1	Game Special Wildlife Account--Federal	
2	Appropriation	\$ 10,844,000
3	Game Special Wildlife Account--Private/Local	
4	Appropriation	\$ 350,000
5	Oil Spill Administration Account Appropriation .	\$ 843,000
6	Environmental Excellence Account Appropriation .	\$ 20,000
7	Eastern Washington Pheasant Enhancement Account	
8	Appropriation	\$ 547,000
9	Regional Fisheries Enhancement--Federal	
10	Appropriation	\$ 750,000
11	TOTAL APPROPRIATION	\$ ((253,855,000))
12		<u>256,846,000</u>

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

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

20 (2) \$188,000 of the general fund--state appropriation for fiscal
21 year 1998 and \$155,000 of the general fund--state appropriation for
22 fiscal year 1999 are provided solely for a maintenance and inspection
23 program for department-owned dams. The department shall submit a
24 report to the governor and the appropriate legislative committees by
25 October 1, 1998, on the status of department-owned dams. This report
26 shall provide a recommendation, including a cost estimate, on whether
27 each facility should continue to be maintained or should be
28 decommissioned.

29 (3) \$832,000 of the general fund--state appropriation for fiscal
30 year 1998 and \$825,000 of the general fund--state appropriation for
31 fiscal year 1999 are provided solely to implement salmon recovery
32 activities and other actions required to respond to federal listings of
33 salmon species under the endangered species act.

34 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the
35 general fund--state appropriation for fiscal year 1998, and \$73,000 of
36 the general fund--state appropriation for fiscal year 1999 are provided
37 solely for control and eradication of class B designate weeds on
38 department owned and managed lands. The amounts from the general
39 fund--state appropriations are provided solely for control of spartina.

1 (5) \$140,000 of the wildlife account appropriation is provided
2 solely for a cooperative effort with the department of agriculture for
3 research and eradication of purple loosestrife on state lands.

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

9 (7) \$193,000 of the general fund--state appropriation for fiscal
10 year 1998, \$194,000 of the general fund--state appropriation for fiscal
11 year 1999, and \$300,000 of the wildlife account appropriation are
12 provided solely for the design and development of an automated license
13 system.

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

17 (9) \$500,000 of the general fund--state appropriation for fiscal
18 year 1998 and \$500,000 of the general fund--state appropriation for
19 fiscal year 1999 are provided solely to continue the department's
20 habitat partnerships program during the 1997-99 biennium.

21 (10) \$350,000 of the general fund--state appropriation for fiscal
22 year 1998 and \$350,000 of the general fund--state appropriation for
23 fiscal year 1999 are provided solely for purchase of monitoring
24 equipment necessary to fully implement mass marking of coho salmon.

25 (11) \$238,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$219,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely for the implementation of
28 Substitute House Bill No. 1985 (landscape management plans). If the
29 bill is not enacted by June 30, 1997, the amounts provided in this
30 subsection shall lapse.

31 (12) \$150,000 of the general fund--state appropriation for fiscal
32 year 1998 and \$150,000 of the general fund--state appropriation for
33 fiscal year 1999 are provided solely for a contract with the United
34 States department of agriculture to carry out animal damage control
35 projects throughout the state related to cougars, bears, and coyotes.

36 (13) \$97,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$98,000 of the general fund--state appropriation for
38 fiscal year 1999 are provided solely to implement animal damage control
39 programs for Canada geese in the lower Columbia river basin.

1 (14) \$170,000 of the general fund--state appropriation for fiscal
2 year 1998, \$170,000 of the general fund--state appropriation for fiscal
3 year 1999, and \$360,000 of the wildlife account appropriation are
4 provided solely to hire additional enforcement officers to address
5 problem wildlife throughout the state.

6 (15) \$133,000 of the general fund--state appropriation for fiscal
7 year 1998 and \$133,000 of the general fund--state appropriation for
8 fiscal year 1999 are provided solely to implement Substitute Senate
9 Bill No. 5442 (flood control permitting). If the bill is not enacted
10 by June 30, 1997, the amounts provided in this subsection shall lapse.

11 (16) \$100,000 of the aquatic lands enhancement account
12 appropriation is provided solely for grants to the regional fisheries
13 enhancement groups.

14 (17) \$547,000 of the eastern Washington pheasant enhancement
15 account appropriation is provided solely for implementation of
16 Substitute Senate Bill No. 5104 (pheasant enhancement program). If the
17 bill is not enacted by June 30, 1997, the amounts provided in this
18 subsection shall lapse.

19 (18) \$150,000 of the general fund--state appropriation for fiscal
20 year 1998 and \$150,000 of the general fund--state appropriation for
21 fiscal year 1999 are provided solely to hire Washington conservation
22 corps crews to maintain department-owned and managed lands.

23 (19) The entire environmental excellence account appropriation is
24 provided solely for implementation of Engrossed Second Substitute House
25 Bill No. 1866 (environmental excellence). If the bill is not enacted
26 by June 30, 1997, the entire appropriation is null and void.

27 (20) \$156,000 of the recreational fisheries enhancement
28 appropriation is provided solely for Substitute Senate Bill No. 5102
29 (fishing license surcharge). If the bill is not enacted by June 30,
30 1997, the amount provided in this subsection shall lapse.

31 (21) \$25,000 of the general fund--state appropriation for fiscal
32 year 1998 and \$25,000 of the general fund--state appropriation for
33 fiscal year 1999 are provided solely for staffing and operation of the
34 Tennant Lake interpretive center.

35 (22) It is the intent of the legislature that, within the general
36 fund--state appropriations provided in this section, the department
37 shall prioritize its resources to provide expedited assistance to
38 businesses seeking permitting and technical assistance for rural
39 economic development projects.

1 (23) \$750,000 of the regional fisheries enhancement--federal
2 appropriation is provided solely for the regional fisheries enhancement
3 groups. The amount in this section may be spent for project
4 identification, design, permitting, and implementation; volunteer
5 coordination; and administrative costs as approved under RCW 75.50.100
6 and 75.50.115(1)(d). All amounts not committed to approved project,
7 volunteer coordination, or administrative costs by May 31, 1998, shall
8 be made available to any of the regional fisheries enhancement groups
9 that have submitted project approval requests that exceed their
10 available funding from the regional fisheries enhancement group account
11 and the regional fisheries enhancement salmonid recovery account.
12 Redistribution of the moneys shall be based on the criteria established
13 in RCW 75.50.115(1)(e), and shall ensure to the greatest extent
14 possible that the funds are spent during the 1998 in-stream season.

15 (24) \$700,000 of the general fund--state appropriation for fiscal
16 year 1999 is provided solely for grants to habitat restoration lead
17 entities formed in accordance with sections 7 through 10 of Engrossed
18 Substitute House Bill No. 2496 (salmon recovery planning) for
19 administrative activities and development of habitat-restoration
20 project lists. If any of these sections of the bill are not enacted
21 by June 30, 1998, the amounts provided in this subsection shall lapse.
22 Of this amount, \$100,000 is provided as a grant to the regional
23 committee lead entity for administrative activities in the Snake river
24 evolutionarily significant unit.

25 (25) \$50,000 of the general fund--state appropriation for fiscal
26 year 1999 is provided solely for operation of the independent science
27 panel in accordance with section 6 of Engrossed Substitute House Bill
28 No. 2496 (salmon recovery planning). If this section of the bill is
29 not enacted by June 30, 1998, the amount provided in this subsection
30 shall lapse.

31 (26) \$450,000 of the general fund--state appropriation for fiscal
32 year 1999 is provided solely for fish passage technical assistance to
33 local governments, volunteer groups, and regional fisheries enhancement
34 groups in accordance with Engrossed Substitute House Bill No. 2496
35 (salmon recovery planning). The department shall also contract with
36 the department of transportation to train staff at the department of
37 transportation to become proficient in providing fish passage technical
38 assistance. If the bill is not enacted by June 30, 1998, the amount
39 provided in this subsection shall lapse.

1 (27) \$250,000 of the general fund--state appropriation for fiscal
2 year 1999 is provided solely for excessive deer and elk damage claims.

3 (28) \$393,000 of the general fund--state appropriation for fiscal
4 year 1999 is provided solely for the implementation of Substitute
5 Senate Bill No. 6324 (fish remote site incubators). If the bill is not
6 enacted by June 30, 1998, the amount provided in this subsection shall
7 lapse.

8 (29) \$1,000,000 of the general fund--state appropriation for fiscal
9 year 1999, \$400,000 of the general fund--federal appropriation, and
10 \$225,000 of the general fund--local appropriation are provided solely
11 to contract for the mass marking of all appropriate state-wide
12 department chinook salmon hatchery production in accordance with Second
13 Substitute Senate Bill No. 6264 (chinook salmon mass marking). If the
14 bill is not enacted by June 30, 1998, the amount provided in this
15 subsection shall lapse.

16 (30) \$3,500,000 of the general fund--state appropriation for fiscal
17 year 1999 is provided solely for salmon restoration projects funded
18 according to sections 7 through 10 of Second Substitute House Bill No.
19 2496 (salmon recovery planning). Of this amount, \$500,000 is provided
20 solely for a block grant to the conservation districts located in the
21 Snake river evolutionarily significant unit for habitat restoration
22 projects. If any of these sections of the bill are not enacted by June
23 30, 1998, the amounts provided in this subsection shall lapse.

24 (31) \$1,170,000 of the general fund--state appropriation for fiscal
25 year 1999 and \$3,500,000 of the general fund--federal appropriation are
26 provided solely to implement a license buy-back program for commercial
27 fishing licenses.

28 (32) \$5,000 of the general fund--state appropriation for fiscal
29 year 1998 and \$40,000 of the general fund--state appropriation for
30 fiscal year 1999 are provided solely for implementation of Substitute
31 Senate Bill No. 6114 (nonindigenous aquatic species). If the bill is
32 not enacted by June 30, 1998, the amount provided in this subsection
33 shall lapse.

34 (33) \$1,000,000 of the general fund--state appropriation for fiscal
35 year 1999 is provided solely for purchasing computer equipment to
36 support implementation of Second Substitute Senate Bill No. 6330 (fish
37 and wildlife licenses). If the bill is not enacted by June 30, 1998,
38 the amount provided in this subsection shall lapse.

1 (34) \$506,000 of the general fund--state appropriation for fiscal
2 year 1999 is provided solely for improvements to information management
3 systems and business practices within the agency.

4 **Sec. 304.** 1998 c 346 s 308 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

7	General Fund--State Appropriation (FY 1998)	\$	23,767,000
8	General Fund--State Appropriation (FY 1999)	\$	((24,410,000))
9			<u>31,105,000</u>
10	General Fund--Federal Appropriation	\$	1,156,000
11	General Fund--Private/Local Appropriation	\$	422,000
12	Forest Development Account Appropriation	\$	((49,963,000))
13			<u>49,923,000</u>
14	Off Road Vehicle Account Appropriation	\$	3,628,000
15	Surveys and Maps Account Appropriation	\$	2,088,000
16	Aquatic Lands Enhancement Account		
17	Appropriation	\$	4,869,000
18	Resource Management Cost Account		
19	Appropriation	\$	((89,769,000))
20			<u>89,734,000</u>
21	Waste Reduction/Recycling/Litter Control		
22	Appropriation	\$	450,000
23	Surface Mining Reclamation Account		
24	Appropriation	\$	1,420,000
25	Aquatic Land Dredged Material Disposal Site Account		
26	Appropriation	\$	751,000
27	Natural Resources Conservation Areas Stewardship		
28	Account Appropriation	\$	77,000
29	Air Pollution Control Account Appropriation	\$	890,000
30	Metals Mining Account Appropriation	\$	62,000
31	TOTAL APPROPRIATION	\$	((204,472,000))
32			<u>210,342,000</u>

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

35 (1) \$7,017,000 of the general fund--state appropriation for fiscal
36 year 1998 and ((~~\$6,900,000~~)) \$13,290,000 of the general fund--state
37 appropriation for fiscal year 1999 are provided solely for emergency
38 fire suppression.

1 (2) \$18,000 of the general fund--state appropriation for fiscal
2 year 1998, \$18,000 of the general fund--state appropriation for fiscal
3 year 1999, and \$957,000 of the aquatic lands enhancement account
4 appropriation are provided solely for the implementation of the Puget
5 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

6 (3) \$380,000 of the general fund--state appropriation for fiscal
7 year 1999 is provided solely for updating forest practices rules and
8 for replacing the mapping application planning system.

9 (4) \$450,000 of the resource management cost account appropriation
10 is provided solely for the control and eradication of class B designate
11 weeds on state lands. The department shall use the most cost-effective
12 methods available, including chemical control where appropriate, and
13 report to the appropriate committees of the legislature by January 1,
14 1998, on control methods, costs, and acres treated during the previous
15 year.

16 (~~(4)~~) (5) \$1,332,000 of the general fund--state appropriation for
17 fiscal year 1998 and \$1,713,000 of the general fund--state
18 appropriation for fiscal year 1999 are provided solely for fire
19 protection activities.

20 (~~(5)~~) (6) \$541,000 of the general fund--state appropriation for
21 fiscal year 1998 and \$549,000 of the general fund--state appropriation
22 for fiscal year 1999 are provided solely for the stewardship of natural
23 area preserves, natural resource conservation areas, and the operation
24 of the natural heritage program.

25 (~~(6)~~) (7) \$2,300,000 of the aquatic lands enhancement account
26 appropriation is provided for the department's portion of the Eagle
27 Harbor settlement.

28 (~~(7)~~) (8) \$195,000 of the general fund--state appropriation for
29 fiscal year 1998 and \$220,000 of the general fund--state appropriation
30 for 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 (~~(8)~~) (9) \$600,000 of the general fund--state appropriation for
35 fiscal year 1998 and \$600,000 of the general fund--state appropriation
36 for fiscal year 1999 are provided solely for the cooperative
37 monitoring, evaluation, and research projects related to implementation
38 of the timber-fish-wildlife agreement.

PART IV
TRANSPORTATION

3 **Sec. 401.** 1998 c 346 s 401 (uncodified) is amended to read as
4 follows:

5 **FOR THE DEPARTMENT OF LICENSING**

6	General Fund Appropriation (FY 1998)	\$	4,686,000
7	General Fund Appropriation (FY 1999)	\$	4,717,000
8	Architects' License Account Appropriation	\$	829,000
9	Cemetery Account Appropriation	\$	197,000
10	Professional Engineers' Account Appropriation	\$	2,700,000
11	Real Estate Commission Account Appropriation	\$	7,062,000
12	Master License Account Appropriation	\$	6,963,000
13	Uniform Commercial Code Account Appropriation	\$	3,521,000
14	Real Estate Education Account Appropriation	\$	606,000
15	Funeral Directors And Embalmers Account		
16	Appropriation	\$	418,000
17	TOTAL APPROPRIATION	\$	31,699,000

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

20 (1) \$21,000 of the general fund fiscal year 1998 appropriation and
21 \$22,000 of the general fund fiscal year 1999 appropriation are provided
22 solely to implement House Bill No. 1827 or Senate Bill No. 5754
23 (boxing, martial arts, wrestling). If neither bill is enacted by June
24 30, 1997, the amounts provided in this subsection shall lapse.

25 (2) \$40,000 of the master license account appropriation is provided
26 solely to implement Substitute Senate Bill No. 5483 (whitewater river
27 outfitters). If the bill is not enacted by June 30, 1997, the amount
28 provided in this subsection shall lapse.

29 (3) \$229,000 of the general fund fiscal year 1998 appropriation and
30 \$195,000 of the general fund fiscal year 1999 appropriation are
31 provided solely for the implementation of Senate Bill No. 5997
32 (cosmetology inspections). If the bill is not enacted by June 30,
33 1997, the amount provided in this subsection shall lapse.

34 (4) \$31,000 of the general fund fiscal year 1998 appropriation,
35 \$1,000 of the general fund fiscal 1999 appropriation, \$7,000 of the
36 architects' license account appropriation, \$18,000 of the professional

1 engineers' account appropriation, \$14,000 of the real estate commission
2 account appropriation, \$40,000 of the master license account
3 appropriation, and \$3,000 of the funeral directors and embalmers
4 account appropriation are provided solely for the implementation of
5 Engrossed House Bill No. 3901 (implementing welfare reform). If the
6 bill is not enacted by June 30, 1997, the amounts provided in this
7 subsection shall lapse.

8 (5) \$17,000 of the professional engineers' account appropriation is
9 provided solely to implement Senate Bill No. 5266 (engineers/land
10 surveyors). If the bill is not enacted by June 30, 1997, the amount
11 provided in this subsection shall lapse.

12 (6) \$110,000 of the general fund fiscal year 1998 appropriation is
13 provided solely to implement Senate Bill No. 5998 (cosmetology advisory
14 board). If the bill is not enacted by June 30, 1997, the amount
15 provided in this subsection shall lapse.

16 (7) \$11,000 of the general fund fiscal year 1998 appropriation and
17 \$2,000 of the general fund fiscal year 1999 appropriation are provided
18 solely to implement Substitute House Bill No. 1748 or Substitute Senate
19 Bill No. 5513 (vessel registration). If neither bill is enacted by
20 June 30, 1997, the amount provided in this subsection shall lapse.

21 (8)(a) Pursuant to RCW 43.135.055, during the 1997-99 fiscal
22 biennium, the department may increase fees in excess of the fiscal
23 growth factor in the appraisers and camp resorts programs; however,
24 such increases shall not exceed an annual increase of eight percent.

25 (b) Pursuant to RCW 43.135.055, during the 1997-99 fiscal biennium,
26 the department may increase fees in excess of the fiscal growth factor
27 in the professional athletics, employment agencies, and security guards
28 programs to the extent necessary to defray the costs of the
29 administration of these programs as set forth in RCW 43.24.086.

30 (c) Before raising fees in excess of the fiscal growth factor
31 pursuant to this subsection, the department shall notify the chairs and
32 ranking minority members of the appropriate fiscal committees of the
33 legislature.

34 (9) Within the amounts provided in this section, the department
35 shall provide information detailing each specific component of the
36 overhead costs allocated to each program within the business and
37 professions division. The department shall establish procedures to
38 allow each program within the business and professions division to
39 review and modify its business processes in order to reduce

1 administrative costs. The department of licensing shall provide a
 2 report to the fiscal committees of the legislature by October 1, 1998,
 3 detailing the specific procedures established pursuant to the
 4 requirements of this subsection.

5 (10) \$110,000 of the general fund fiscal year 1999 appropriation is
 6 provided solely for the implementation of the Substitute Senate Bill
 7 No. 6507 (cosmetology advisory board). If the bill is not enacted by
 8 June 30, 1998, the amount provided in this subsection shall lapse.

9 (11) \$75,000 of the general fund fiscal year 1999 appropriation is
 10 provided solely for costs associated with fully implementing chapter
 11 178, Laws of 1997 (cosmetology inspections).

12 **Sec. 402.** 1998 c 346 s 402 (uncodified) is amended to read as
 13 follows:

14 **FOR THE STATE PATROL**

15	General Fund--State Appropriation (FY 1998) . . . \$	8,312,000
16	General Fund--State Appropriation (FY 1999) . . . \$	((21,791,000))
17		<u>21,859,000</u>
18	General Fund--Federal Appropriation \$	5,784,000
19	General Fund--Private/Local Appropriation \$	341,000
20	Public Safety and Education Account	
21	Appropriation \$	4,483,000
22	County Criminal Justice Assistance Account	
23	Appropriation \$	3,905,000
24	Municipal Criminal Justice Assistance Account	
25	Appropriation \$	1,573,000
26	Fire Service Trust Account Appropriation \$	92,000
27	Fire Service Training Account Appropriation \$	2,295,000
28	State Toxics Control Account Appropriation \$	439,000
29	Violence Reduction and Drug Enforcement Account	
30	Appropriation \$	570,000
31	Fingerprint Identification Account	
32	Appropriation \$	3,220,000
33	TOTAL APPROPRIATION \$	((52,805,000))
34		<u>52,873,000</u>

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

37 (1) \$254,000 of the fingerprint identification account
 38 appropriation is provided solely for an automated system that will

1 facilitate the access of criminal history records remotely by computer
2 or telephone for preemployment background checks and other non-law
3 enforcement purposes. The agency shall submit an implementation status
4 report to the office of financial management and the legislature by
5 September 1, 1997.

6 (2) \$264,000 of the general fund--federal appropriation is provided
7 solely for a feasibility study to develop a criminal investigation
8 computer system. The study will report on the feasibility of
9 developing a system that uses incident-based reporting as its
10 foundation, consistent with FBI standards. The system will have the
11 capability of connecting with local law enforcement jurisdictions as
12 well as fire protection agencies conducting arson investigations. The
13 study will report on the system requirements for incorporating case
14 management, intelligence data, imaging, and geographic information.
15 The system will also provide links to existing crime information
16 databases such as WASIS and WACIC. The agency shall submit a copy of
17 the proposed study workplan to the office of financial management and
18 the department of information services for approval prior to
19 expenditure. A final report shall be submitted to the appropriate
20 committees of the legislature, the office of financial management, and
21 the department of information services no later than June 30, 1998.

22 (3) Pursuant to chapter 43.135 RCW, during the 1997-99 fiscal
23 biennium, the Washington state patrol is authorized to raise existing
24 fees charged for background fingerprint checks on current and potential
25 school district and educational service district employees by six
26 dollars.

27 (4) \$166,000 of the general fund--state appropriation for fiscal
28 year 1998 and \$499,000 of the general fund--state appropriation for
29 fiscal year 1999 are provided solely as state matching funds required
30 to complete changes to the WACIC and WASIS systems.

31 (5) To address year 2000 concerns about the automated fingerprint
32 identification system (AFIS), the Washington state patrol may contract
33 with an intergovernmental consortium for the use of a year 2000
34 compatible AFIS system. Under this approach, the state patrol would
35 begin paying a monthly usage fee starting in fiscal year 2000.

36 (6) \$58,000 of the general fund--state appropriation for fiscal
37 year 1999 is provided solely to implement House Bill No. 1172 (sex

1 offender registration). If the bill is not enacted by June 30, 1998,
2 the amount provided in this subsection shall lapse.

3 (End of part)

PART V
EDUCATION

Sec. 501. 1998 c 346 s 502 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STATE ADMINISTRATION	
General Fund--State Appropriation (FY 1998) . . . \$	20,423,000
General Fund--State Appropriation (FY 1999) . . . \$	((58,171,000))
	<u>58,298,000</u>
General Fund--Federal Appropriation \$	49,439,000
Public Safety and Education Account	
Appropriation \$	2,598,000
Violence Reduction and Drug Enforcement Account	
Appropriation \$	3,672,000
Education Savings Account Appropriation \$	39,312,000
TOTAL APPROPRIATION \$	((173,615,000))
	<u>173,742,000</u>

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

(1) AGENCY OPERATIONS

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

(b)(i) \$250,000 of the general fund--state appropriation for fiscal year 1998 and \$250,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for enhancing computer systems and support in the office of superintendent of public instruction. These amounts shall be used to: Make a database of school information available electronically to schools, state government, and the general public; reduce agency and school district administrative costs through more effective use of technology; and replace paper reporting and publication to the extent feasible with electronic media. The superintendent, in cooperation with the commission on student learning, shall develop a state student record system including elements

1 reflecting student achievement. The system shall be made available to
2 the office of financial management and the legislature with suitable
3 safeguards of student confidentiality. The superintendent shall report
4 to the office of financial management and the legislative fiscal
5 committees by December 1 of each year of the biennium on the progress
6 and plans for the expenditure of these amounts.

7 (ii) The superintendent, in cooperation with the commission on
8 student learning, shall develop a feasibility plan for a state student
9 record system, including elements reflecting student academic
10 achievement on goals 1 and 2 under RCW 28A.150.210. The feasibility
11 plan shall be made available to the office of financial management and
12 the fiscal and education committees of the legislature for approval
13 before a student records database is established, and shall identify
14 data elements to be collected and suitable safeguards of student
15 confidentiality and proper use of database records, with particular
16 attention to eliminating unnecessary and intrusive data about
17 nonacademic related information.

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

23 (d) \$50,000 of the general fund--state appropriation for fiscal
24 year 1998 and \$50,000 of the general fund--state appropriation for
25 fiscal year 1999 are provided solely to implement Substitute Senate
26 Bill No. 5394 (school audit resolutions).

27 (e) The superintendent shall conduct a study and make
28 recommendations to the 1999 legislature regarding a definition of and
29 standards for skills centers. The standards shall be related to the
30 cost differential of skills centers as compared to secondary vocational
31 education allocations provided in the appropriations act and other
32 relevant factors. The study shall also address proposals for new
33 skills centers known as of August 31, 1998, and compare and analyze,
34 insofar as possible, the proposals with the recommended standards. The
35 study shall be submitted to the governor and the appropriate committees
36 of the legislature by November 25, 1998.

37 (f) The superintendent shall prepare a study which compares the
38 state's administrative and statutory requirements to provide special
39 education with the requirements of federal law. A preliminary report

1 shall be provided to the policy and fiscal committees of the
2 legislature by October 15, 1998, and a final report shall be provided
3 by December 15, 1998.

4 (2) STATE-WIDE PROGRAMS

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

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

10 (c) \$2,754,000 of the general fund--state appropriation is provided
11 for educational centers, including state support activities. \$100,000
12 of this amount is provided to help stabilize funding through
13 distribution among existing education centers that are currently funded
14 by the state at an amount less than \$100,000 a biennium.

15 (d) \$100,000 of the general fund--state appropriation is provided
16 for an organization in southwest Washington that received funding from
17 the Spokane educational center in the 1995-97 biennium and provides
18 educational services to students who have dropped out.

19 (e) \$2,148,000 of the general fund--state fiscal year 1998
20 appropriation and \$2,151,000 of the general fund--state fiscal year
21 1999 appropriation are provided solely for implementation of reading
22 initiatives to improve reading in early grades as enacted by the 1997
23 legislature. Of this amount, \$4,300,000 is provided solely to
24 implement Engrossed Substitute House Bill No. 2042. Funds shall be
25 used solely for the selection and purchase of the second grade reading
26 tests in accordance with section 2 of the bill, scoring costs
27 associated with the administration of the tests in the 1998-99 school
28 year in accordance with section 5 of the bill, and grants to school
29 districts in accordance with sections 4 and 7 of the bill.

30 (f) \$3,672,000 of the violence reduction and drug enforcement
31 account appropriation and \$2,250,000 of the public safety education
32 account appropriation are provided solely for matching grants to
33 enhance security in schools. Not more than seventy-five percent of a
34 district's total expenditures for school security in any school year
35 may be paid from a grant under this subsection. The grants shall be
36 expended solely for the costs of employing or contracting for building
37 security monitors in schools during school hours and school events. Of
38 the amount provided in this subsection, at least \$2,850,000 shall be
39 spent for grants to districts that, during the 1988-89 school year,

1 employed or contracted for security monitors in schools during school
2 hours. However, these grants may be used only for increases in school
3 district expenditures for school security over expenditure levels for
4 the 1988-89 school year.

5 (g) \$200,000 of the general fund--state appropriation for fiscal
6 year 1998, \$200,000 of the general fund--state appropriation for fiscal
7 year 1999, and \$400,000 of the general fund--federal appropriation
8 transferred from the department of health are provided solely for a
9 program that provides grants to school districts for media campaigns
10 promoting sexual abstinence and addressing the importance of delaying
11 sexual activity, pregnancy, and childbearing until individuals are
12 ready to nurture and support their children. Grants to the school
13 districts shall be for projects that are substantially designed and
14 produced by students. The grants shall require a local private sector
15 match equal to one-half of the state grant, which may include in-kind
16 contribution of technical or other assistance from consultants or firms
17 involved in public relations, advertising broadcasting, and graphics or
18 video production or other related fields.

19 (h) \$1,500,000 of the general fund--state appropriation for fiscal
20 year 1998 and \$1,500,000 of the general fund--state appropriation for
21 fiscal year 1999 are provided solely for school district petitions to
22 juvenile court for truant students as provided in RCW 28A.225.030 and
23 28A.225.035. Allocation of this money to school districts shall be
24 based on the number of petitions filed.

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

27 (j)(i) \$19,656,000 of the education savings account appropriation
28 for fiscal year 1998 and \$19,656,000 of the education savings account
29 appropriation for fiscal year 1999 are provided solely for matching
30 grants and related state activities to provide school district
31 consortia with programs utilizing technology to improve learning. A
32 maximum of \$150,000 each fiscal year of this amount is provided for
33 administrative support and oversight of the K-20 network by the
34 superintendent of public instruction. The superintendent of public
35 instruction shall convene a technology grants committee representing
36 private sector technology, school districts, and educational service
37 districts to recommend to the superintendent grant proposals that have
38 the best plans for improving student learning through innovative
39 curriculum using technology as a learning tool and evaluating the

1 effectiveness of the curriculum innovations. After considering the
2 technology grants committee recommendations, the superintendent shall
3 make matching grant awards, including granting at least fifteen percent
4 of funds on the basis of criteria in (ii)(A) through (C) of this
5 subsection (2)(j).

6 (ii) Priority for award of funds will be to (A) school districts
7 most in need of assistance due to financial limits, (B) school
8 districts least prepared to take advantage of technology as a means of
9 improving student learning, and (C) school districts in economically
10 distressed areas. The superintendent of public instruction, in
11 consultation with the technology grants committee, shall propose
12 options to the committee for identifying and prioritizing districts
13 according to criteria in (i) and (ii) of this subsection (2)(j).

14 (iii) Options for review criteria to be considered by the
15 superintendent of public instruction include, but are not limited to,
16 free and reduced lunches, levy revenues, ending fund balances,
17 equipment inventories, and surveys of technology preparedness. An
18 "economically distressed area" is (A) a county with an unemployment
19 rate that is at least twenty percent above the state-wide average for
20 the previous three years; (B) a county that has experienced sudden and
21 severe or long-term and severe loss of employment, or erosion of its
22 economic base resulting in decline of its dominant industries; or (C)
23 a district within a county which (I) has at least seventy percent of
24 its families and unrelated individuals with incomes below eighty
25 percent of the county's median income for families and unrelated
26 individuals; and (II) has an unemployment rate which is at least forty
27 percent higher than the county's unemployment rate.

28 (k) \$50,000 of the general fund--state appropriations is provided
29 as matching funds for district contributions to provide analysis of the
30 efficiency of school district business practices. The superintendent
31 of public instruction shall establish criteria, make awards, and
32 provide a report to the fiscal committees of the legislature by
33 December 15, 1997, on the progress and details of analysis funded under
34 this subsection (2)(k).

35 (l) \$19,797,000 of the general fund--state appropriation for fiscal
36 year 1999 is provided solely for the purchase of classroom
37 instructional materials and supplies. The superintendent shall
38 allocate the funds at a maximum rate of \$20.82 per full-time equivalent
39 student, beginning September 1, 1998, and ending June 30, 1999. The

1 expenditure of the funds shall be determined at each school site by the
2 individual teacher. School districts shall distribute all funds
3 received to school buildings without deduction.

4 (m) \$15,000 of the general fund--state appropriation is provided
5 solely to assist local districts vocational education programs in
6 applying for low frequency FM radio licenses with the federal
7 communications commission.

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

12 (o) \$25,000 of the general fund--state appropriation for fiscal
13 year 1998 and \$25,000 of the general fund--state appropriation for
14 fiscal year 1999 are provided solely for allocation to the primary
15 coordinators of the state geographic alliance to improve the teaching
16 of geography in schools.

17 (p) \$1,000,000 of the general fund--state appropriation is provided
18 for state administrative costs and start-up grants for alternative
19 programs and services that improve instruction and learning for at-risk
20 and expelled students consistent with the objectives of Engrossed House
21 Bill No. 1581 (disruptive students/offenders). Each grant application
22 shall contain proposed performance indicators and an evaluation plan to
23 measure the success of the program and its impact on improved student
24 learning. Applications shall contain the applicant's plan for
25 maintaining the program and/or services after the grant period, shall
26 address the needs of students who cannot be accommodated within the
27 framework of existing school programs or services and shall address how
28 the applicant will serve any student within the proposed program's
29 target age range regardless of the reason for truancy, suspension,
30 expulsion, or other disciplinary action. Up to \$50,000 per year may be
31 used by the superintendent of public instruction for grant
32 administration. The superintendent shall submit an evaluation of the
33 alternative program start-up grants provided under this section, and
34 section 501(2)(q), chapter 283, Laws of 1996, to the fiscal and
35 education committees of the legislature by November 15, 1998. Grants
36 shall be awarded to applicants showing the greatest potential for
37 improved student learning for at-risk students including:

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

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

3 (iii) Students who have left school; and

4 (iv) Students involved with the court system.

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

12 (q) \$1,600,000 of the general fund--state appropriation is provided
13 for grants for magnet schools to be distributed as recommended by the
14 superintendent of public instruction pursuant to chapter 232, section
15 516(13), Laws of 1992.

16 (r) \$4,300,000 of the general fund--state appropriation is provided
17 for complex need grants. Grants shall be provided according to amounts
18 shown in LEAP Document 30C as developed on April 27, 1997, at 03:00
19 hours.

20 (s) \$17,000,000 of the general fund--state appropriation for fiscal
21 year 1999 is provided solely to implement Engrossed Second Substitute
22 Senate Bill No. 6509 (successful readers act). Of this amount,
23 \$9,000,000 is provided solely for beginning reading instructional
24 programs pursuant to section 2(1) of the bill and \$8,000,000 is
25 provided solely for volunteer tutor and mentor programs pursuant to
26 section 2(2) of the bill. The superintendent shall notify districts of
27 the availability of the funds by April 15th, 1998, and shall include in
28 the notification limitations on rates for stipends and other cost
29 factors. Stipends authorized under section 2(5) of the bill shall not
30 exceed five days per program at a rate not to exceed \$222 per five-hour
31 day, including fringe benefits. The superintendent shall establish
32 allocation guidelines for other cost factors associated with providing
33 the programs. If the bill is not enacted by June 30, 1998, the amounts
34 provided in this subsection shall lapse.

35 (t) \$15,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$100,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely for a study and recommendations
38 related to education of offenders prosecuted as adults in accordance
39 with Engrossed Substitute Senate Bill No. 6600 (correctional facilities

1 education program). If the bill is not enacted by June 30, 1998, the
2 amount provided in this subsection shall lapse.

3 (u) \$375,000 of the general fund--state appropriation for fiscal
4 year 1999 is provided solely for increased costs of providing a norm-
5 referenced test to all third grade students and retests of certain
6 third grade students and other costs in accordance with Second
7 Substitute House Bill No. 2849 (student achievement). If the bill is
8 not enacted by June 30, 1998, the amount provided in this subsection
9 shall lapse.

10 (v) \$50,000 of the general fund--state appropriation for fiscal
11 year 1999 is provided solely for development and operation of a skills
12 center in Port Angeles, contingent on meeting the standard for
13 qualifying for skills center funding as developed by the superintendent
14 of public instruction in subsection (1)(e) of this section.

15 (w) \$400,000 of the fiscal year 1999 general fund--state
16 appropriation is provided solely for matching funds to improve the
17 fiscal and student data capabilities of the Washington school
18 information processing cooperative. The funds shall be allocated only
19 if at least 267 school districts remain members of the cooperative for
20 the 1998-99 school year.

21 **Sec. 502.** 1998 c 346 s 503 (uncodified) is amended to read as
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL APPORTIONMENT**
24 **(BASIC EDUCATION)**

25	General Fund Appropriation (FY 1998)	. . . . .	\$	3,405,645,000
26	General Fund Appropriation (FY 1999)	. . . . .	\$	((3,473,603,000))
27				<u>3,458,153,000</u>
28	TOTAL APPROPRIATION	. . . . .	\$	((6,879,248,000))
29				<u>6,863,798,000</u>

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

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

34 (2) Allocations for certificated staff salaries for the 1997-98 and
35 1998-99 school years shall be determined using formula-generated staff
36 units calculated pursuant to this subsection. Staff allocations for
37 small school enrollments in (d) through (f) of this subsection shall be
38 reduced for vocational full-time equivalent enrollments. Staff

1 allocations for small school enrollments in grades K-6 shall be the
2 greater of that generated under (a) of this subsection, or under (d)
3 and (e) of this subsection. Certificated staffing allocations shall be
4 as follows:

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

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

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

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

16 (A) Funds provided under this subsection (2)(a)(iii) in excess of
17 the amount required to maintain the statutory minimum ratio established
18 under RCW 28A.150.260(2)(b) shall be allocated only if the district
19 documents an actual ratio equal to or greater than 54.3 certificated
20 instructional staff per thousand full-time equivalent students in
21 grades K-3. For any school district documenting a lower certificated
22 instructional staff ratio, the allocation shall be based on the
23 district's actual grades K-3 certificated instructional staff ratio
24 achieved in that school year, or the statutory minimum ratio
25 established under RCW 28A.150.260(2)(b), if greater;

26 (B) Districts at or above 51.0 certificated instructional staff per
27 one thousand full-time equivalent students in grades K-3 may dedicate
28 up to 1.3 of the 54.3 funding ratio to employ additional classified
29 instructional assistants assigned to basic education classrooms in
30 grades K-3. For purposes of documenting a district's staff ratio under
31 this section, funds used by the district to employ additional
32 classified instructional assistants shall be converted to a
33 certificated staff equivalent and added to the district's actual
34 certificated instructional staff ratio. Additional classified
35 instructional assistants, for the purposes of this subsection, shall be
36 determined using the 1989-90 school year as the base year;

37 (C) Any district maintaining a ratio equal to or greater than 54.3
38 certificated instructional staff per thousand full-time equivalent
39 students in grades K-3 may use allocations generated under this

1 subsection (2)(a)(iii) in excess of that required to maintain the
2 minimum ratio established under RCW 28A.150.260(2)(b) to employ
3 additional basic education certificated instructional staff or
4 classified instructional assistants in grades 4-6. Funds allocated
5 under this subsection (2)(a)(iii) shall only be expended to reduce
6 class size in grades K-6. No more than 1.3 of the certificated
7 instructional funding ratio amount may be expended for provision of
8 classified instructional assistants; and

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

11 (b) For school districts with a minimum enrollment of 250 full-time
12 equivalent students whose full-time equivalent student enrollment count
13 in a given month exceeds the first of the month full-time equivalent
14 enrollment count by 5 percent, an additional state allocation of 110
15 percent of the share that such increased enrollment would have
16 generated had such additional full-time equivalent students been
17 included in the normal enrollment count for that particular month;

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

19 (i) Vocational education programs approved by the superintendent of
20 public instruction, a maximum of 0.92 certificated instructional staff
21 units and 0.08 certificated administrative staff units for each 18.3
22 full-time equivalent vocational students for the 1997-98 school year
23 and for each 19.5 full-time equivalent vocational students in the 1998-
24 99 school year. Beginning with the 1998-99 school year, districts
25 documenting staffing ratios of less than 1 certificated staff per 19.5
26 students shall be allocated the greater of the total ratio in
27 subsections (2)(a)(i) and (iv) of this section or the actual documented
28 ratio;

29 (ii) Skills center programs approved by the superintendent of
30 public instruction for skills centers approved prior to September 1,
31 1997, 0.92 certificated instructional staff units and 0.08 certificated
32 administrative units for each 16.67 full-time equivalent vocational
33 students;

34 (iii) Indirect cost charges, as defined by the superintendent of
35 public instruction, to vocational-secondary programs shall not exceed
36 10 percent; and

37 (iv) Vocational full-time equivalent enrollment shall be reported
38 on the same monthly basis as the enrollment for students eligible for
39 basic support, and payments shall be adjusted for reported vocational

1 enrollments on the same monthly basis as those adjustments for
2 enrollment for students eligible for basic support.

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

9 (i) For those enrolling no students in grades 7 and 8, 1.76
10 certificated instructional staff units and 0.24 certificated
11 administrative staff units for enrollment of not more than five
12 students, plus one-twentieth of a certificated instructional staff unit
13 for each additional student enrolled; and

14 (ii) For those enrolling students in grades 7 or 8, 1.68
15 certificated instructional staff units and 0.32 certificated
16 administrative staff units for enrollment of not more than five
17 students, plus one-tenth of a certificated instructional staff unit for
18 each additional student enrolled;

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

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

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

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

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

1 (ii) For all other small high schools under this subsection, nine
2 certificated instructional staff units and one-half of a certificated
3 administrative staff unit for the first sixty average annual full time
4 equivalent students, and additional staff units based on a ratio of
5 0.8732 certificated instructional staff units and 0.1268 certificated
6 administrative staff units per each additional forty-three and one-half
7 average annual full time equivalent students.

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

12 (g) For each nonhigh school district having an enrollment of more
13 than seventy annual average full-time equivalent students and less than
14 one hundred eighty students, operating a grades K-8 program or a grades
15 1-8 program, an additional one-half of a certificated instructional
16 staff unit; and

17 (h) For each nonhigh school district having an enrollment of more
18 than fifty annual average full-time equivalent students and less than
19 one hundred eighty students, operating a grades K-6 program or a grades
20 1-6 program, an additional one-half of a certificated instructional
21 staff unit.

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

25 (a) For enrollments generating certificated staff unit allocations
26 under subsection (2)(d) through (h) of this section, one classified
27 staff unit for each three certificated staff units allocated under such
28 subsections;

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

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

36 (4) Fringe benefit allocations shall be calculated at a rate of
37 20.22 percent in the 1997-98 and 1998-99 school years for certificated
38 salary allocations provided under subsection (2) of this section, and
39 a rate of 18.65 percent in the 1997-98 and 1998-99 school years for

1 classified salary allocations provided under subsection (3) of this
2 section.

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

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

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

14 (6)(a) For nonemployee-related costs associated with each
15 certificated staff unit allocated under subsection (2)(a), (b), and (d)
16 through (h) of this section, there shall be provided a maximum of
17 \$7,950 per certificated staff unit in the 1997-98 school year and a
18 maximum of \$8,053 per certificated staff unit in the 1998-99 school
19 year.

20 (b) For nonemployee-related costs associated with each vocational
21 certificated staff unit allocated under subsection (2)(c)(i) of this
22 section, there shall be provided a maximum of \$15,147 per certificated
23 staff unit in the 1997-98 school year and a maximum of \$19,775 per
24 certificated staff unit in the 1998-99 school year.

25 (c) For nonemployee-related costs associated with each vocational
26 certificated staff unit allocated under subsection (2)(c)(ii) of this
27 section, there shall be provided a maximum of \$15,147 per certificated
28 staff unit in the 1997-98 school year and a maximum of \$15,344 per
29 certificated staff unit in the 1998-99 school year.

30 (7) Allocations for substitute costs for classroom teachers shall
31 be distributed at a maintenance rate of \$354.64 per allocated classroom
32 teachers exclusive of salary increase amounts provided in section 504
33 of this act. Solely for the purposes of this subsection, allocated
34 classroom teachers shall be equal to the number of certificated
35 instructional staff units allocated under subsection (2) of this
36 section, multiplied by the ratio between the number of actual basic
37 education certificated teachers and the number of actual basic
38 education certificated instructional staff reported state-wide for the
39 1996-97 school year.

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

10 (9) The superintendent may distribute a maximum of \$6,114,000
11 outside the basic education formula during fiscal years 1998 and 1999
12 as follows:

13 (a) For fire protection for school districts located in a fire
14 protection district as now or hereafter established pursuant to chapter
15 52.04 RCW, a maximum of \$447,000 may be expended in fiscal year 1998
16 and a maximum of \$453,000 may be expended in fiscal year 1999;

17 (b) For summer vocational programs at skills centers, a maximum of
18 \$1,948,000 may be expended each fiscal year;

19 (c) A maximum of \$318,000 may be expended for school district
20 emergencies; and

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

27 (10) For the purposes of RCW 84.52.0531, the increase per full-time
28 equivalent student in state basic education appropriations provided
29 under this act, including appropriations for salary and benefits
30 increases, is ((2.5)) 2.4 percent from the 1996-97 school year to the
31 1997-98 school year, and ((1.1)) 0.8 percent from the 1997-98 school
32 year to the 1998-99 school year.

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

37 (a) For three school years following consolidation, the number of
38 basic education formula staff units shall not be less than the number

1 of basic education formula staff units received by the districts in the
2 school year prior to the consolidation; and

3 (b) For the fourth through eighth school years following
4 consolidation, the difference between the basic education formula staff
5 units received by the districts for the school year prior to
6 consolidation and the basic education formula staff units after
7 consolidation pursuant to subsection (2)(a) through (h) of this section
8 shall be reduced in increments of twenty percent per year.

9 **Sec. 503.** 1998 c 346 s 504 (uncodified) is amended to read as
10 follows:

11 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**
12 **COMPENSATION ADJUSTMENTS**

13	General Fund Appropriation (FY 1998)	. . . . . \$	79,412,000
14	General Fund Appropriation (FY 1999)	. . . . . \$	((115,187,000))
15			<u>114,752,000</u>
16	TOTAL APPROPRIATION	. . . . . \$	((194,599,000))
17			<u>194,164,000</u>

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

20 (1) ((~~\$174,999,000~~)) \$174,096,000 is provided for a cost of living
21 adjustment of 3.0 percent effective September 1, 1997, for state
22 formula staff units. The appropriations include associated incremental
23 fringe benefit allocations at rates of 19.58 percent for certificated
24 staff and 15.15 percent for classified staff.

25 (a) The appropriations in this section include the increased
26 portion of salaries and incremental fringe benefits for all relevant
27 state-funded school programs in part V of this act. Salary adjustments
28 for state employees in the office of superintendent of public
29 instruction and the education reform program are provided in part VII
30 of this act. Increases for general apportionment (basic education) are
31 based on the salary allocation schedules and methodology in section 502
32 of this act. Increases for special education result from increases in
33 each district's basic education allocation per student. Increases for
34 educational service districts and institutional education programs are
35 determined by the superintendent of public instruction using the
36 methodology for general apportionment salaries and benefits in section
37 502 of this act.

1 (b) The appropriations in this section provide salary increase and
2 incremental fringe benefit allocations based on formula adjustments as
3 follows:

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

7 (ii) For education of highly capable students, an increase of \$6.81
8 per formula student for the 1997-98 school year and maintained for the
9 1998-99 school year; and

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

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

16 (c) The appropriations in this section include (~~(\$903,000)~~)
17 \$901,000 for salary increase adjustments for substitute teachers at a
18 rate of \$10.64 per unit in the 1997-98 school year and maintained in
19 the 1998-99 school year.

20 (2) (~~(\$19,600,000)~~) \$19,532,000 is provided for adjustments to
21 insurance benefit allocations. The maintenance rate for insurance
22 benefit allocations is \$314.51 per month for the 1997-98 and 1998-99
23 school years. The appropriations in this section provide for a rate
24 increase to \$317.34 per month for the 1997-98 school year and \$335.75
25 per month for the 1998-99 school year at the following rates:

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

29 (b) For education of highly capable students, an increase of \$0.20
30 per formula student for the 1997-98 school year and \$1.35 for the 1998-
31 99 school year;

32 (c) For transitional bilingual education, an increase of \$.46 per
33 eligible bilingual student for the 1997-98 school year and \$3.44 for
34 the 1998-99 school year; and

35 (d) For learning assistance, an increase of \$.36 per funded unit
36 for the 1997-98 school year and \$2.70 for the 1998-99 school year.

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

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

8 **Sec. 504.** 1998 c 346 s 505 (uncodified) is amended to read as
9 follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**

11 General Fund Appropriation (FY 1998)	\$	175,168,000
12 General Fund Appropriation (FY 1999)	\$	((179,439,000))
13		<u>178,936,000</u>
14 TOTAL APPROPRIATION	\$	((354,607,000))
15		<u>354,104,000</u>

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

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

20 (2) A maximum of \$1,441,000 may be expended for regional
21 transportation coordinators and related activities. The transportation
22 coordinators shall ensure that data submitted by school districts for
23 state transportation funding shall, to the greatest extent practical,
24 reflect the actual transportation activity of each district.

25 (3) \$30,000 of the fiscal year 1998 appropriation and \$40,000 of
26 the fiscal year 1999 appropriation are provided solely for the
27 transportation of students enrolled in "choice" programs.
28 Transportation shall be limited to low-income students who are
29 transferring to "choice" programs solely for educational reasons.

30 (4) Allocations for transportation of students shall be based on
31 reimbursement rates of \$34.47 per weighted mile in the 1997-98 school
32 year and \$34.61 per weighted mile in the 1998-99 school year exclusive
33 of salary and benefit adjustments provided in section 504 of this act.
34 Allocations for transportation of students transported more than one
35 radius mile shall be based on weighted miles as determined by
36 superintendent of public instruction times the per mile reimbursement
37 rates for the school year pursuant to the formulas adopted by the
38 superintendent of public instruction. Allocations for transportation

1 of students living within one radius mile shall be based on the number
2 of enrolled students in grades kindergarten through five living within
3 one radius mile of their assigned school times the per mile
4 reimbursement rate for the school year times 1.29.

5 **Sec. 505.** 1998 c 346 s 507 (uncodified) is amended to read as
6 follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
8 **PROGRAMS**

9	General Fund--State Appropriation (FY 1998) . . . \$	371,687,000
10	General Fund--State Appropriation (FY 1999) . . . \$	((378,405,000))
11		<u>377,879,000</u>
12	General Fund--Federal Appropriation \$	143,106,000
13	TOTAL APPROPRIATION \$	((893,198,000))
14		<u>892,672,000</u>

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" means 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) At the request of any interdistrict cooperative of at least 15
36 districts in which all excess cost services for special education
37 students of the districts are provided by the cooperative, the maximum
38 enrollment percent shall be 12.7, and shall be calculated in the
39 aggregate rather than individual district units. For purposes of this

1 subsection (4) of this section, the average basic education allocation
2 per full-time equivalent student shall be calculated in the aggregate
3 rather than individual district units.

4 (6) A maximum of \$12,000,000 of the general fund--state
5 appropriation for fiscal year 1998 and a maximum of \$12,000,000 of the
6 general fund--state appropriation for fiscal year 1999 are provided as
7 safety net funding for districts with demonstrated needs for state
8 special education funding beyond the amounts provided in subsection (3)
9 of this section. Safety net funding shall be awarded by the state
10 safety net oversight committee.

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

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

24 (7) Prior to June 1st of each year, the superintendent shall make
25 available to each school district from available data the district's
26 maximum funded enrollment percent for the coming school year.

27 (8) The superintendent of public instruction may adopt such rules
28 and procedures as are necessary to administer the special education
29 funding and safety net award process. Prior to revising any standards,
30 procedures, or rules in place for the 1996-97 school year, the
31 superintendent shall consult with the office of financial management
32 and the fiscal committees of the legislature.

33 (9) The safety net oversight committee appointed by the
34 superintendent of public instruction shall consist of:

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

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

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

1 (d) One or more representatives from school districts or
2 educational service districts knowledgeable of special education
3 programs and funding.

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

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

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

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

22 (14) Beginning in the 1997-98 school year, the superintendent shall
23 increase the percentage of federal flow-through to school districts to
24 at least 84 percent. In addition to other purposes, school districts
25 may use increased federal funds for high cost students, for purchasing
26 regional special education services from educational service districts,
27 and for staff development activities particularly relating to inclusion
28 issues.

29 (15) Up to one percent of the general fund--federal appropriation
30 shall be expended by the superintendent for projects related to use of
31 inclusion strategies by school districts for provision of special
32 education services. The superintendent shall prepare an information
33 database on laws, best practices, examples of programs, and recommended
34 resources. The information may be disseminated in a variety of ways,
35 including workshops and other staff development activities.

36 (16) Amounts appropriated within this section are sufficient to
37 fund the provisions of House Bill No. 2682 (school medicaid incentive
38 payments).

1 **Sec. 506.** 1998 c 346 s 509 (uncodified) is amended to read as
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
4 **ASSISTANCE**

5	General Fund Appropriation (FY 1998)	\$	82,079,000
6	General Fund Appropriation (FY 1999)	\$	((86,272,000))
7			<u>83,042,000</u>
8	TOTAL APPROPRIATION	\$	((168,351,000))
9			<u>165,121,000</u>

10 **Sec. 507.** 1998 c 346 s 510 (uncodified) is amended to read as
11 follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
13 **EDUCATION PROGRAMS**

14	General Fund--State Appropriation (FY 1998)	\$	16,897,000
15	General Fund--State Appropriation (FY 1999)	\$	((18,596,000))
16			<u>18,932,000</u>
17	General Fund--Federal Appropriation	\$	8,548,000
18	TOTAL APPROPRIATION	\$	((44,041,000))
19			<u>44,377,000</u>

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

22 (1) The general fund--state appropriation for fiscal year 1998
23 includes such funds as are necessary for the remaining months of the
24 1996-97 school year.

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

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

34 (4) \$1,196,000 of the fiscal year 1999 general fund--state
35 appropriation is provided to implement Engrossed Substitute Senate Bill
36 No. 6600 (correctional facilities education programs). If Engrossed
37 Substitute Senate Bill No. 6600 is enacted, beginning in the 1998-99
38 school year, the funded staffing ratios for education programs for

1 juveniles age 18 or less in department of corrections facilities shall
2 be the same as those provided for education programs in delinquent
3 institutions under the department of social and health services. If
4 the bill is not enacted by June 30, 1998, the amounts provided in this
5 subsection shall lapse.

6 **Sec. 508.** 1998 c 346 s 511 (uncodified) is amended to read as
7 follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
9 **CAPABLE STUDENTS**

10	General Fund Appropriation (FY 1998)	\$	5,701,000
11	General Fund Appropriation (FY 1999)	\$	((6,121,000))
12			<u>6,093,000</u>
13	TOTAL APPROPRIATION	\$	((11,822,000))
14			<u>11,794,000</u>

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) Allocations for school district programs for highly capable
20 students shall be distributed at a maximum rate of \$311.12 per funded
21 student for the 1997-98 school year and \$311.35 per funded student for
22 the 1998-99 school year, exclusive of salary and benefit adjustments
23 pursuant to section 504 of this act. The number of funded students
24 shall be a maximum of two percent of each district's full-time
25 equivalent basic education enrollment.

26 (3) \$350,000 of the appropriation is for the centrum program at
27 Fort Worden state park.

28 (4) \$186,000 of the appropriation is for the odyssey of the mind
29 and future problem-solving programs.

30 **Sec. 509.** 1998 c 346 s 512 (uncodified) is amended to read as
31 follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS**

33	General Fund Appropriation (FY 1998)	\$	18,605,000
34	General Fund Appropriation (FY 1999)	\$	((22,017,000))
35			<u>21,967,000</u>
36	TOTAL APPROPRIATION	\$	((40,622,000))
37			<u>40,572,000</u>

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

3 (1) (~~(\$17,153,000)~~) \$17,103,000 is provided for the operation of
4 the commission on student learning and the development and
5 implementation of student assessments. The commission shall cooperate
6 with the superintendent of public instruction in defining measures of
7 student achievement to be included in the student record system
8 developed by the superintendent pursuant to section 501(1)(b) of this
9 act.

10 (2) \$2,190,000 is provided solely for training of paraprofessional
11 classroom assistants and certificated staff who work with classroom
12 assistants as provided in RCW 28A.415.310.

13 (3) \$2,970,000 is provided for mentor teacher assistance, including
14 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds
15 for the teacher assistance program shall be allocated to school
16 districts based on the number of beginning teachers.

17 (4) \$4,050,000 is provided for improving technology infrastructure,
18 monitoring and reporting on school district technology development,
19 promoting standards for school district technology, promoting statewide
20 coordination and planning for technology development, and providing
21 regional educational technology support centers, including state
22 support activities, under chapter 28A.650 RCW.

23 (5) \$7,200,000 is provided for grants to school districts to
24 provide a continuum of care for children and families to help children
25 become ready to learn. Grant proposals from school districts shall
26 contain local plans designed collaboratively with community service
27 providers. If a continuum of care program exists in the area in which
28 the school district is located, the local plan shall provide for
29 coordination with existing programs to the greatest extent possible.
30 Grant funds shall be allocated pursuant to RCW 70.190.040.

31 (6) \$5,000,000 is provided solely for the meals for kids program
32 under RCW 28A.235.145 through 28A.235.155.

33 (7) \$1,260,000 is provided for technical assistance related to
34 education reform through the office of the superintendent of public
35 instruction, in consultation with the commission on student learning,
36 as specified in RCW 28A.300.130 (center for the improvement of student
37 learning).

38 (8) \$799,000 of the fiscal year 1999 appropriation is provided
39 solely for the leadership internship program for superintendents,

1 principals, and program administrators. The purpose of the program is
2 to provide funds to school districts to provide partial release time
3 for district employees in an internship with an appropriate mentor.
4 The funds shall be distributed by the superintendent to school
5 districts subject to the following conditions and limitations:

6 (i) The superintendent with the assistance of an advisory board
7 that includes school administrators and higher education
8 representatives shall select internship participants giving priority to
9 candidates who intend to serve in school districts where finding
10 qualified applicants has been difficult.

11 (ii) Candidates if accepted in the internship program must agree to
12 seek employment in Washington after receiving certification,
13 participate in education improvement training activities, and
14 participate in evaluations of the effectiveness of the internship
15 program.

16 (iii) The maximum amount of state funding for each internship shall
17 not exceed the daily rate of providing a substitute teacher for the
18 equivalent of up to forty-five days and the funds shall be used to pay
19 for partial release time while the school district employee is
20 completing the internship.

21 (iv) The superintendent may withhold a maximum of seven percent of
22 the funds for costs of implementing the program.

23 **Sec. 510.** 1998 c 346 s 513 (uncodified) is amended to read as
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
26 **BILINGUAL PROGRAMS**

27	General Fund Appropriation (FY 1998)	. . . . . \$	30,711,000
28	General Fund Appropriation (FY 1999)	. . . . . \$	((32,185,000))
29			<u>33,026,000</u>
30	TOTAL APPROPRIATION	. . . . . \$	((62,896,000))
31			<u>63,737,000</u>

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

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

36 (2) The superintendent of public instruction shall study the
37 formula components proposed for the 1998-99 school year and prepare a
38 report to the legislature no later than January 15, 1998.

1 (3) The superintendent shall distribute a maximum of \$643.78 per
2 eligible bilingual student in the 1997-98 and 1998-99 school years,
3 exclusive of salary and benefit adjustments provided in section 503 of
4 this act.

5 **Sec. 511.** 1998 c 346 s 514 (uncodified) is amended to read as
6 follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
8 **ASSISTANCE PROGRAM**

9	General Fund Appropriation (FY 1998)	. . . . . \$	60,224,000
10	General Fund Appropriation (FY 1999)	. . . . . \$	((61,000,000))
11			<u>60,458,000</u>
12	TOTAL APPROPRIATION	. . . . . \$	((121,224,000))
13			<u>120,682,000</u>

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

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

18 (2) For making the calculation of the percentage of students
19 scoring in the lowest quartile as compared with national norms,
20 beginning with the 1991-92 school year, the superintendent shall
21 multiply each school district's 4th and 8th grade test results by 0.86.

22 (3) Funding for school district learning assistance programs shall
23 be allocated at maximum rates of \$378.33 per funded unit for the 1997-
24 98 school year and \$378.88 per funded unit for the 1998-99 school year
25 exclusive of salary and benefit adjustments provided in section 504 of
26 this act. School districts may carryover up to 10 percent of funds
27 allocated under this program; however, carryover funds shall be
28 expended for the learning assistance program.

29 (a) A school district's funded units for the 1997-98 and 1998-99
30 school years shall be the sum of the following:

31 (i) The district's full-time equivalent enrollment in kindergarten
32 through 6th grade, times the 5-year average 4th grade test result as
33 adjusted pursuant to subsection (2) of this section, times 0.92; and

34 (ii) The district's full-time equivalent enrollment in grades 7
35 through 9, times the 5-year average 8th grade test result as adjusted
36 pursuant to subsection (2) of this section, times 0.92; and

37 (iii) If in the prior school year the district's percentage of
38 October headcount enrollment in grades K-12 eligible for free and

1 reduced price lunch exceeded the state average, subtract the state
2 average percentage of students eligible for free and reduced price
3 lunch from the district's percentage and multiply the result by the
4 district's K-12 annual average full-time equivalent enrollment for the
5 current school year times 22.30 percent.

6 **Sec. 512.** 1998 c 346 s 515 (uncodified) is amended to read as
7 follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

9	General Fund Appropriation (FY 1998)	. . . . . \$	49,493,000
10	General Fund Appropriation (FY 1999)	. . . . . \$	((55,659,000))
11			<u>55,459,000</u>
12	TOTAL APPROPRIATION	. . . . . \$	((105,152,000))
13			<u>104,952,000</u>

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

16 (1) A maximum of ((~~\$50,418,000~~)) \$50,312,000 is provided for
17 learning improvement allocations to school districts to enhance the
18 ability of instructional staff to teach and assess the essential
19 academic learning requirements for reading, writing, communication, and
20 math in accordance with the timelines and requirements established
21 under RCW 28A.630.885. However, special emphasis shall be given to the
22 successful teaching of reading. Allocations under this section shall
23 be subject to the following conditions and limitations:

24 (a) In accordance with the timetable for the implementation of the
25 assessment system by the commission on student learning, the
26 allocations for the 1997-98 and 1998-99 school years shall be at a
27 maximum annual rate per full-time equivalent student of \$36.69 for
28 students enrolled in grades K-4, \$30.00 for students enrolled in grades
29 5-7, and \$22.95 for students enrolled in grades 8-12. Allocations
30 shall be made on the monthly apportionment schedule provided in RCW
31 28A.510.250.

32 (b) A district receiving learning improvement allocations shall:

33 (i) Develop and keep on file at each building a student learning
34 improvement plan to achieve the student learning goals and essential
35 academic learning requirements and to implement the assessment system
36 as it is developed. The plan shall delineate how the learning
37 improvement allocations will be used to accomplish the foregoing. The
38 plan shall be made available to the public upon request;

1 (ii) Maintain a policy regarding the involvement of school staff,
2 parents, and community members in instructional decisions;

3 (iii) File a report by October 1, 1998, and October 1, 1999, with
4 the office of the superintendent of public instruction, in a format
5 developed by the superintendent that: Enumerates the activities funded
6 by these allocations; the amount expended for each activity; describes
7 how the activity improved understanding, teaching, and assessment of
8 the essential academic learning requirements by instructional staff;
9 and identifies any amounts expended from this allocation for
10 supplemental contracts; and

11 (iv) Provide parents and the local community with specific
12 information on the use of this allocation by including in the annual
13 performance report required in RCW 28A.320.205, information on how
14 funds allocated under this subsection were spent and the results
15 achieved.

16 (c) The superintendent of public instruction shall compile and
17 analyze the school district reports and present the results to the
18 office of financial management and the appropriate committees of the
19 legislature no later than November 15, 1998, and November 15, 1999.

20 (2) (~~(\$54,734,000)~~) \$54,640,000 is provided for local education
21 program enhancements to meet educational needs as identified by the
22 school district, including alternative education programs. This amount
23 includes such amounts as are necessary for the remainder of the 1996-97
24 school year. Allocations for the 1997-98 school year shall be at a
25 maximum annual rate of \$29.86 per full-time equivalent student and
26 \$28.81 per full-time equivalent student for the 1998-99 school year as
27 determined pursuant to subsection (3) of this section. Allocations
28 shall be made on the monthly apportionment payment schedule provided in
29 RCW 28A.510.250.

30 (3) Allocations provided under this section shall be based on
31 school district annual average full-time equivalent enrollment in
32 grades kindergarten through twelve: PROVIDED, That for school
33 districts enrolling not more than one hundred average annual full-time
34 equivalent students, and for small school plants within any school
35 district designated as remote and necessary schools, the allocations
36 shall be as follows:

37 (a) Enrollment of not more than 60 average annual full-time
38 equivalent students in grades kindergarten through six shall generate
39 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 (a) 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 (b) The district is filing truancy petitions as required under
18 chapter 312, Laws of 1995 and RCW 28A.225.030.

19 **Sec. 513.** 1997 c 454 s 509 (uncodified) is amended to read as
20 follows:

21 **FOR THE STATE BOARD OF EDUCATION**

22 Education Savings Account Appropriation to the

23 Common School Construction Account \$ ((~~12,621,000~~))
24 78,916,000

25 (End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 1998 c 346 s 604 (uncodified) is amended to read as follows:

FOR UNIVERSITY OF WASHINGTON

General Fund Appropriation (FY 1998)	\$	283,923,000
General Fund Appropriation (FY 1999)	\$	((293,988,000))
		<u>296,786,000</u>
Death Investigations Account Appropriation	\$	((2,162,000))
		<u>2,342,000</u>
Industrial Insurance Premium Refund Account		
Appropriation	\$	514,000
Accident Account Appropriation	\$	4,969,000
Medical Aid Account Appropriation	\$	4,989,000
TOTAL APPROPRIATION	\$	((590,545,000))
		<u>593,523,000</u>

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

(1) \$2,019,000 of the general fund appropriation for fiscal year 1998 and \$3,029,000 of the general fund appropriation for fiscal year 1999 shall be placed in reserve. The office of financial management shall approve the allotment of amounts under this subsection upon notification by the higher education coordinating board. These amounts are provided for the preparation of plans and for the achievement of measurable and specific improvements towards performance and accountability goals as outlined in section 601(3) of this act.

(2) \$800,000 of the general fund appropriation for fiscal year 1998 and \$1,896,000 of the general fund appropriation for fiscal year 1999 are provided solely to support additional upper-division and graduate level enrollments at the Tacoma branch campus above the 1996-97 budgeted FTE level.

(3) \$593,000 of the general fund appropriation for fiscal year 1998 and \$1,547,000 of the general fund appropriation for fiscal year 1999 are provided solely to support additional upper-division and graduate level enrollments at the Bothell branch campus above the 1996-97 budgeted FTE level.

1 (4) \$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 (5) \$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 (6) \$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 (7) \$1,200,000 of the general fund appropriation for fiscal year
12 1998 and \$1,200,000 of the general fund appropriation for fiscal year
13 1999 are provided solely for competitively offered faculty recruitment
14 and retention salary adjustments. The university shall provide a
15 report in their 1999-01 biennial operating budget request submittal on
16 the effective expenditure of funds for the purposes of this subsection.

17 (8) \$47,000 of the fiscal year 1998 general fund appropriation and
18 \$47,000 of the fiscal year 1999 general fund appropriation are provided
19 solely to employ a fossil preparator/educator in the Burke Museum. The
20 entire amounts provided in this subsection shall be provided directly
21 to the Burke Museum.

22 (9) \$75,000 of the general fund appropriation for fiscal year 1998
23 and \$75,000 of the general fund appropriation for fiscal year 1999 are
24 provided solely for enhancements to research capabilities at the
25 Olympic natural resources center.

26 (10) \$150,000 of the general fund appropriation for fiscal year
27 1999 is provided solely for remodeling and equipment necessary to
28 accommodate enrollment growth at the Bothell branch campus.

29 (11) \$560,000 of the general fund appropriation for fiscal year
30 1999 is provided solely for the disabilities, opportunities,
31 internetworking, and technology program.

32 (12) (~~(\$3,000,000)~~) \$6,538,000 of the general fund appropriation
33 for fiscal year 1999 is provided solely to establish a high speed
34 internet-2 hub and research testbed.

35 (13) \$150,000 of the general fund appropriation for fiscal year
36 1999 is provided solely to support the physicians assistant program in
37 Spokane.

38 (14) \$352,000 of the death investigations account appropriation is
39 provided solely for staff and equipment for the state toxicology

1 laboratory to support implementation of quality control procedures and
2 laboratory certification, and for enhanced screening of sexual assault
3 victims, blood alcohol and volatile intoxicants analysis, and blood
4 tests for marijuana in driving cases.

5 (15) \$74,000 of the general fund--state appropriation for fiscal
6 year 1999 is provided solely to pay the increased employer funding rate
7 resulting from the settlement in Burbage et al. v. State of Washington
8 (Thurston county superior court cause no. 94-2-02560-8), as referenced
9 in section 707(1)(c) of this act. If the stipulated settlement is not
10 approved by the court by August 1, 1998, the amount provided in this
11 subsection shall lapse.

12 (16) \$397,000 of the general fund--state appropriation for fiscal
13 year 1999 is provided solely to pay the increased employer funding rate
14 resulting from the settlement in Retired State Employees et al. v.
15 State of Washington (Thurston county superior court cause no. 92-2-
16 01294-1), as referenced in section 707(1)(d) of this act. If the
17 stipulated settlement is not approved by the court by August 1, 1998,
18 the amount provided in this subsection shall lapse.

19 (17) \$180,000 of the death investigations account appropriation is
20 provided for the forensic pathologist fellowship program.

21 **Sec. 602.** 1998 c 346 s 607 (uncodified) is amended to read as
22 follows:

23 **FOR CENTRAL WASHINGTON UNIVERSITY**

24	General Fund Appropriation (FY 1998)	. . . . . \$	37,244,000
25	General Fund Appropriation (FY 1999)	. . . . . \$	((38,749,000))
26			<u>38,899,000</u>
27	TOTAL APPROPRIATION	. . . . . \$	((75,993,000))
28			<u>76,143,000</u>

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

31 (1) \$269,000 of the general fund appropriation for fiscal year 1998
32 and \$403,000 of the general fund appropriation for fiscal year 1999
33 shall be placed in reserve. The office of financial management shall
34 approve the allotment of amounts under this subsection upon
35 notification by the higher education coordinating board. These amounts
36 are provided for the preparation of plans and for the achievement of
37 measurable and specific improvements towards performance and
38 accountability goals as outlined in section 601(3) of this act.

1 (2) \$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 (3) \$70,000 of the general fund appropriation for fiscal year 1998
5 and \$70,000 of the general fund appropriation for fiscal year 1999 are
6 provided solely to recruit and retain minority students and faculty.

7 (4) \$51,000 of the general fund appropriation for fiscal year 1998
8 and \$51,000 of the general fund appropriation for fiscal year 1999 are
9 provided solely for competitively offered faculty recruitment and
10 retention salary adjustments. The college shall provide a report in
11 their 1999-01 biennial operating budget request submittal on the
12 effective expenditure of funds for the purposes of this subsection.

13 (5) \$11,000 of the general fund--state appropriation for fiscal
14 year 1999 is provided solely to pay the increased employer funding rate
15 resulting from the settlement in *Burbage et al. v. State of Washington*
16 (Thurston county superior court cause no. 94-2-02560-8), as referenced
17 in section 707(1)(c) of this act. If the stipulated settlement is not
18 approved by the court by August 1, 1998, the amount provided in this
19 subsection shall lapse.

20 (6) \$62,000 of the general fund--state appropriation for fiscal
21 year 1999 is provided solely to pay the increased employer funding rate
22 resulting from the settlement in *Retired State Employees et al. v.*
23 *State of Washington* (Thurston county superior court cause no. 92-2-
24 01294-1), as referenced in section 707(1)(d) of this act. If the
25 stipulated settlement is not approved by the court by August 1, 1998,
26 the amount provided in this subsection shall lapse.

27 **Sec. 603.** 1998 c 346 s 609 (uncodified) is amended to read as
28 follows:

29 **FOR WESTERN WASHINGTON UNIVERSITY**

30	General Fund Appropriation (FY 1998)	. . . . . \$	47,822,000
31	General Fund Appropriation (FY 1999)	. . . . . \$	((48,951,000))
32			<u>49,001,000</u>
33	TOTAL APPROPRIATION	. . . . . \$	((96,773,000))
34			<u>96,823,000</u>

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

37 (1) \$342,000 of the general fund appropriation for fiscal year 1998
38 and \$514,000 of the general fund appropriation for fiscal year 1999

1 shall be placed in reserve. The office of financial management shall
2 approve the allotment of amounts under this subsection upon
3 notification by the higher education coordinating board. These amounts
4 are provided for the preparation of plans and for the achievement of
5 measurable and specific improvements towards performance and
6 accountability goals as outlined in section 601(3) of this act.

7 (2) \$186,000 of the general fund appropriation for fiscal year 1998
8 and \$186,000 of the general fund appropriation for fiscal year 1999 are
9 provided solely for assessment of student outcomes.

10 (3) \$93,000 of the general fund appropriation for fiscal year 1998
11 and \$93,000 of the general fund appropriation for fiscal year 1999 are
12 provided solely to recruit and retain minority students and faculty.

13 (4) \$66,000 of the general fund appropriation for fiscal year 1998
14 and \$67,000 of the general fund appropriation for fiscal year 1999 are
15 provided solely for competitively offered faculty recruitment and
16 retention salary adjustments. The university shall provide a report
17 in their 1999-01 biennial operating budget request submittal on the
18 effective expenditure of funds for the purposes of this subsection.

19 (5) \$15,000 of the general fund--state appropriation for fiscal
20 year 1999 is provided solely to pay the increased employer funding rate
21 resulting from the settlement in *Burbage et al. v. State of Washington*
22 (Thurston county superior court cause no. 94-2-02560-8), as referenced
23 in section 707(1)(c) of this act. If the stipulated settlement is not
24 approved by the court by August 1, 1998, the amount provided in this
25 subsection shall lapse.

26 (6) \$81,000 of the general fund--state appropriation for fiscal
27 year 1999 is provided solely to pay the increased employer funding rate
28 resulting from the settlement in *Retired State Employees et al. v.*
29 *State of Washington* (Thurston county superior court cause no. 92-2-
30 01294-1), as referenced in section 707(1)(d) of this act. If the
31 stipulated settlement is not approved by the court by August 1, 1998,
32 the amount provided in this subsection shall lapse.

33 (7) \$87,000 of the general fund appropriation for fiscal year 1999
34 is provided solely for administrative support for the North Snohomish,
35 Island, and Skagit consortium.

36 (End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 1998 c 346 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL FUND BOND DEBT

General Fund Appropriation (FY 1998)	\$	448,355,000
General Fund Appropriation (FY 1999)	\$	((484,005,000))
		<u>478,444,000</u>
General Fund Bonds Subject to the Limit Bond		
Retirement Account Appropriation	\$	((932,360,000))
		<u>926,799,000</u>
TOTAL APPROPRIATION	\$	((1,864,720,000))
		<u>1,853,598,000</u>

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.

Sec. 702. 1998 c 346 s 702 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE

General Fund Appropriation (FY 1998)	\$	23,186,000
General Fund Appropriation (FY 1999)	\$	25,642,000
General Fund Bonds Excluded from the Limit		
Bond Retirement Account Appropriation	\$	((48,828,000))
		<u>48,812,000</u>
Reimbursable Bonds Excluded from the Limit Bond		
Retirement Account Appropriation	\$	104,933,000
Reimbursable Bonds Subject to the Limit Bond		
Retirement Account Appropriation	\$	2,264,000
TOTAL APPROPRIATION	\$	((204,853,000))
		<u>204,837,000</u>

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. 703.** A new section is added to 1997 c 149
6 (uncodified) to read as follows:

7 **FOR THE DISASTER RESPONSE ACCOUNT.** The sum of five million dollars
8 is appropriated for the fiscal year ending June 30, 1999, from the
9 general fund to the disaster response account for the purpose of
10 creating a contingency pool to fund fire-related costs. Allocations
11 may be provided from the disaster response account for fire
12 mobilization costs or fire suppression costs in excess of the amounts
13 appropriated for these purposes.

14 NEW SECTION. **Sec. 704.** A new section is added to 1997 c 149
15 (uncodified) to read as follows:

16 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE-RELATED CONTINGENCY**
17 **COSTS.** The sum of five million dollars is appropriated from the
18 disaster response account for the purpose of making allocations for
19 fire mobilization costs or fire suppression costs in excess of the
20 amounts appropriated for these purposes.

21 NEW SECTION. **Sec. 705.** A new section is added to 1997 c 149
22 (uncodified) to read as follows:

23 **FOR THE AGRICULTURAL LANDS ACCOUNT.** The sum of four million
24 dollars is appropriated for the fiscal year ending June 30, 1999, from
25 the general fund to the agricultural college lands account for
26 management costs.

27 NEW SECTION. **Sec. 706.** A new section is added to 1997 c 149
28 (uncodified) to read as follows:

29 **FOR THE WASHINGTON STATE UNIVERSITY AGRICULTURAL PERMANENT ACCOUNT.**
30 The sum of thirty-six million three hundred thousand dollars is
31 appropriated for the fiscal year ending June 30, 1999, from the general
32 fund to the agricultural permanent account.

33 NEW SECTION. **Sec. 707.** A new section is added to 1997 c 149
34 (uncodified) to read as follows:

1 **FOR COMMON SCHOOL CONSTRUCTION.** The sum of twenty-two million
2 three hundred fifty thousand dollars is appropriated for the fiscal
3 year ending June 30, 1999, from the general fund to the common school
4 construction account for the purposes of RCW 28A.515.320.

5 **Sec. 708.** 1998 c 346 s 704 (uncodified) is amended to read as
6 follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 ALLOCATIONS**

8	General Fund--Federal Appropriation	\$	2,883,000
9	Liquor Revolving Account Appropriation	\$	131,000
10	Health Care Authority Administrative Account		
11	Appropriation	\$	631,000
12	Accident Account Appropriation	\$	1,102,000
13	Medical Aid Account Appropriation	\$	1,102,000
14	Unemployment Compensation Administration Account--		
15	Federal Appropriation	\$	1,313,000
16	Employment Services Administrative Account		
17	Appropriation	\$	461,000
18	Forest Development Account Appropriation	\$	156,000
19	Off Road Vehicle Account Appropriation	\$	7,000
20	Surveys and Maps Account Appropriation	\$	1,000
21	Aquatic Lands Enhancement Account Appropriation	\$	8,000
22	Resource Management Cost Account Appropriation	\$	348,000
23	TOTAL APPROPRIATION	\$	8,143,000

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

26 (1) The appropriations will be allocated by the office of financial
27 management to agencies to complete Year 2000 date conversion
28 maintenance on their computer systems. Agencies shall submit their
29 estimated costs of conversion to the office of financial management by
30 July 1, 1997.

31 (2) Up to \$10,000,000 of the cash balance of the data processing
32 revolving account may be expended on agency Year 2000 date conversion
33 costs, embedded chips, and contingency activities. The \$10,000,000
34 will be taken from the cash balances of the data processing revolving
35 account's two major users, as follows: \$7,000,000 from the department
36 of information services and \$3,000,000 from the office of financial
37 management. The office of financial management in consultation with

1 the department of information services shall allocate these funds as
2 needed to complete the date conversion projects.

3 (3) Agencies receiving these allocations shall report at a minimum
4 to the information services board and to the governor every six months
5 on the progress of Year 2000 maintenance efforts.

6 **Sec. 709.** 1998 c 346 s 705 (uncodified) is amended to read as
7 follows:

8 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONVERSION**

9	General Fund Appropriation (FY 1998)	\$	233,000
10	General Fund Appropriation (FY 1999)	\$	33,000
11	Hospital Commission Account Appropriation	\$	115,000
12	Architects' License Account Appropriation	\$	3,000
13	Professional Engineers' Account Appropriation	\$	9,000
14	Real Estate Commission Account Appropriation	\$	24,000
15	Health Professions Account Appropriation	\$	275,000
16	Master License Account Appropriation	\$	70,000
17	Safe Drinking Water Account Appropriation	\$	50,000
18	Uniform Commercial Code Account Appropriation	\$	11,000
19	Unemployment Compensation Administration Account--		
20	Federal Appropriation	\$	3,245,000
21	Department of Retirement Systems Expense Account		
22	Appropriation	\$	890,000
23	Health Services Account Appropriation	\$	254,000
24	TOTAL APPROPRIATION	\$	5,212,000

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

27 (1) The appropriations will be allocated by the office of financial
28 management to agencies to perform Year 2000 date conversion maintenance
29 on their computer systems, embedded chips, and contingency activities
30 and are provided solely for these purposes.

31 (2) Agencies receiving these allocations shall report at a minimum
32 to the information services board and to the governor every six months
33 on the progress of Year 2000 maintenance efforts.

34 **Sec. 710.** 1998 c 346 s 706 (uncodified) is amended to read as
35 follows:

36 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONTINGENCY POOL**

37	General Fund Appropriation (FY 1998)	\$	800,000
----	--	----	---------

1	General Fund Appropriation (FY 1999)	. . . . .	\$	4,200,000
2	Year 2000 Contingency Revolving Account			
3	Appropriation	. . . . .	\$	5,000,000
4	TOTAL APPROPRIATION	. . . . .	\$	10,000,000

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

7 (1) The appropriations will be allocated by the office of financial
8 management, in consultation with the department of information systems
9 or the department of general administration, to agencies to perform
10 Year 2000 maintenance on their computer systems, embedded chips, and
11 contingency activities and are provided solely for these purposes.

12 (2) To facilitate the transfer of moneys from dedicated funds and
13 accounts, the state treasurer is directed to transfer sufficient moneys
14 from each dedicated fund or account to the Year 2000 contingency
15 revolving account, hereby created in the state treasury, in accordance
16 with schedules provided by the office of financial management for
17 additional Year 2000 maintenance on their computer systems.

18 (3) All agencies that receive these allocations will report upon
19 request throughout the biennium to the information services board and
20 to the governor on the progress of Year 2000 maintenance efforts.

21 **Sec. 711.** 1997 c 149 s 713 (uncodified) is amended to read as
22 follows:

23 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--CONTRIBUTIONS TO RETIREMENT**
24 **SYSTEMS**

25 The appropriations in this section are subject to the following
26 conditions and limitations: The appropriations shall be made on a
27 monthly basis consistent with chapter 41.45 RCW.

28 (1) There is appropriated for state contributions to the law
29 enforcement officers' and fire fighters' retirement system:

30	General Fund Appropriation (FY 1998)	. . . . .	\$	68,350,000
31	General Fund Appropriation (FY 1999)	. . . . .	\$	((72,750,000))
32				<u>74,750,000</u>

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))~~
10 161,600,000

11 NEW SECTION. **Sec. 712.** A new section is added to 1997 c 149
12 (uncodified) to read as follows:

13 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
14 be necessary, are appropriated from the general fund, unless otherwise
15 indicated, for relief of various individuals, firms, and corporations
16 for sundry claims. These appropriations are to be disbursed on
17 vouchers approved by the director of general administration, except as
18 otherwise provided, as follows:

19 (1) Reimbursement of criminal defendants acquitted on the basis of
20 self-defense, pursuant to RCW 9A.16.110:

21 (a) Heather S. Lausten, claim number SCJ 98-02 \$ 2,089
22 (b) Michael A. McGee, claim number SCJ 98-03 \$ 10,364
23 (c) Arthur Watkins, claim number SCJ 98-05 \$ 2,767
24 (d) Lukes Markishtum, claim number SCJ 98-06 \$ 3,832
25 (e) Francesco Cozza, claim number SCJ 98-07 \$ 10,862
26 (f) Jason Brown, claim number SCJ 98-08 \$ 21,093
27 (g) Darius Deshields, claim number SCJ 98-10 \$ 4,000
28 (h) Justin D. Rogers, claim number SCJ 98-11 \$ 52,114
29 (i) Justin Anderson, claim number SCJ 98-12 \$ 3,769
30 (j) R. L. Heaverlo, claim number SCJ 98-13 \$ 2,145
31 (k) James A. Patten, claim number SCJ 98-14 \$ 6,963
32 (l) Robert S. Cain, claim number SCJ 98-15 \$ 2,169
33 (m) Jason Near, claim number SCJ 98-16 \$ 4,304
34 (n) Michael Fontana, claim number SCJ 98-17 \$ 3,201
35 (o) Hillel Schwartz, claim number SCJ 98-18 \$ 5,758

36 (2) Payment from the state wildlife account for damage to crops by
37 wildlife, pursuant to RCW 77.36.040:

38 Gordon Sylvester, claim number SCG 98-03 \$ 6,925

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 1998 c 346 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance		
premiums distribution	\$	((6,617,250))
		<u>5,645,404</u>
General Fund Appropriation for public utility		
district excise tax distribution	\$	((35,183,803))
		<u>32,201,185</u>
General Fund Appropriation for prosecuting attorneys		
salaries	\$	((2,960,000))
		<u>2,879,908</u>
General Fund Appropriation for motor vehicle excise		
tax distribution	\$	((84,721,573))
		<u>60,839,289</u>
General Fund Appropriation for local mass transit		
assistance	\$	((383,208,166))
		<u>284,666,379</u>
General Fund Appropriation for camper and travel		
trailer excise tax distribution	\$	((3,904,937))
		<u>3,779,292</u>
General Fund Appropriation for boating		
safety/education and law enforcement		
distribution	\$	((3,616,000))
		<u>3,750,381</u>
Aquatic Lands Enhancement Account Appropriation		
for harbor improvement revenue distribution .	\$	((142,000))
		<u>152,342</u>
Liquor Excise Tax Account Appropriation for liquor		
excise tax distribution	\$	((22,287,746))
		<u>24,134,742</u>
Liquor Revolving Fund Appropriation for liquor		
profits distribution	\$	((36,989,000))
		<u>50,199,076</u>

1 (2) By April 17, 1998, the department of fish and wildlife shall
2 submit a list of properties proposed for sale, with a site description
3 of each property, to the office of financial management, the senate
4 ways and means committee, and the house of representatives
5 appropriations committee.

6 (3) Beginning with the fourth quarter of fiscal year 1998, the
7 department of fish and wildlife shall submit quarterly revenue and
8 expenditure reports for the wildlife account to the office of financial
9 management, the senate ways and means committee, and the house of
10 representatives appropriations committee.

11 (4) The department of fish and wildlife shall develop, with the
12 office of financial management and the department of revenue, a model
13 for forecasting revenues to the state wildlife account. This forecast
14 shall be incorporated into the quarterly revenue and expenditure
15 reports.

16 (5) By (~~November 1, 1998~~) June 30, 1999, the department of fish
17 and wildlife shall submit a six-year financial plan for the state
18 wildlife account for fiscal years 1999-05 to the office of financial
19 management, the senate ways and means committee, and the house of
20 representatives appropriations committee. The plan shall include
21 repayment of this loan by June 30, 2001. If the actual fund balance
22 for the state wildlife account is less than \$1,500,000 at the end of
23 the 1999-01 biennium, the date for repayment of the loan is extended to
24 June 30, 2003.

25 Failure to comply with the terms and conditions of this section
26 shall cause the loan to be immediately payable.

27 **Sec. 803.** 1997 c 149 s 802 (uncodified) is amended to read as
28 follows:

29 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**

30 Forest Reserve Fund Appropriation for federal forest	
31 reserve fund distribution	\$ ((58,801,910))
32	<u>56,515,669</u>
33 General Fund Appropriation for federal flood control	
34 funds distribution	\$ 4,000
35 General Fund Appropriation for federal grazing fees	
36 distribution	\$ ((52,000))
37	<u>22,102</u>
38 General Fund Appropriation for distribution of	

1 federal funds to counties in conformance with
 2 P.L. 97-99 Federal Aid to Counties \$ ((885,916))
 3 1,629,491
 4 TOTAL APPROPRIATION \$ ((59,743,826))
 5 58,171,262

6 The total expenditures from the state treasury under the
 7 appropriations in this section shall not exceed the funds available
 8 under statutory distributions for the stated purposes.

9 **Sec. 804.** 1998 c 346 s 803 (uncodified) is amended to read as
 10 follows:

11 **FOR THE STATE TREASURER--TRANSFERS**

12 General Fund: For transfer to the Water Quality
 13 Account \$ ((28,595,900))
 14 29,379,600
 15 General Fund: For transfer to the Flood Control
 16 Assistance Account \$ 4,000,000
 17 State Convention and Trade Center Account: For
 18 transfer to the State Convention and Trade
 19 Center Operations Account \$ ((3,877,000))
 20 0
 21 Water Quality Account: For transfer to the Water
 22 Pollution Control Account. Transfers shall be
 23 made at intervals coinciding with deposits of
 24 federal capitalization grant money into the
 25 account. The amounts transferred shall not
 26 exceed the match required for each federal
 27 deposit \$ ((21,688,000))
 28 29,379,600
 29 State Treasurer's Service Account: For transfer to
 30 the general fund on or before June 30, 1999 an
 31 amount up to \$3,600,000 in excess of the cash
 32 requirements of the State Treasurer's Service
 33 Account \$ 3,600,000
 34 Public Works Assistance Account: For transfer to
 35 the Drinking Water Assistance Account \$ 9,949,000
 36 County Sales and Use Tax Equalization Account:
 37 For transfer to the County Public Health
 38 Account \$ ((2,191,498))

1 (d) Ensuring appropriate transfer of technological expertise for
2 the operation of any new systems developed using external resources;
3 and

4 (e) Progress toward enabling electronic access to public
5 information.

6 (3) The agency shall produce a feasibility study for information
7 technology projects at the direction of the information services board
8 and in accordance with published department of information services
9 policies and guidelines. At a minimum, such studies shall include a
10 statement of: (a) The purpose or impetus for change; (b) the business
11 value to the agency, including an examination and evaluation of
12 benefits, advantages, and cost; (c) a comprehensive risk assessment
13 based on the proposed project's impact on both citizens and state
14 operations, its visibility, and the consequences of doing nothing; (d)
15 the impact on agency and state-wide information infrastructure; and (e)
16 the impact of the proposed enhancements to an agency's information
17 technology capabilities on meeting service delivery demands.

18 (4) The agency shall produce a comprehensive management plan for
19 each project. The plan or plans shall address all factors critical to
20 successful completion of each project. The plan(s) shall include, but
21 is not limited to, the following elements: A description of the
22 problem or opportunity that the information technology project is
23 intended to address; a statement of project objectives and assumptions;
24 a definition and schedule of phases, tasks, and activities to be
25 accomplished; and the estimated cost of each phase. The planning for
26 the phased approach shall be such that the business case justification
27 for a project needs to demonstrate how the project recovers cost or
28 adds measurable value or positive cost benefit to the agency's business
29 functions within each development cycle.

30 (5) The agency shall produce quality assurance plans for
31 information technology projects. Consistent with the direction of the
32 information services board and the published policies and guidelines of
33 the department of information services, the quality assurance plan
34 shall address all factors critical to successful completion of the
35 project and successful integration with the agency and state
36 information technology infrastructure. At a minimum, quality assurance
37 plans shall provide time and budget benchmarks against which project
38 progress can be measured, a specification of quality assurance
39 responsibilities, and a statement of reporting requirements. The

1 quality assurance plans shall set out the functionality requirements
2 for each phase of a project.

3 (6) A copy of each feasibility study, project management plan, and
4 quality assurance plan shall be provided to the department of
5 information services, the office of financial management, and
6 legislative fiscal committees. The plans and studies shall demonstrate
7 a sound business case that justifies the investment of taxpayer funds
8 on any new project, an assessment of the impact of the proposed system
9 on the existing information technology infrastructure, the disciplined
10 use of preventative measures to mitigate risk, and the leveraging of
11 private-sector expertise as needed. Authority to expend any funds for
12 individual information systems projects is conditioned on the approval
13 of the relevant feasibility study, project management plan, and quality
14 assurance plan by the department of information services and the office
15 of financial management.

16 (7) Quality assurance status reports shall be submitted to the
17 department of information services, the office of financial management,
18 and legislative fiscal committees at intervals specified in the
19 project's quality assurance plan.

20 **Sec. 903.** 1997 c 149 s 903 (uncodified) is amended to read as
21 follows:

22 **VIDEO TELECOMMUNICATIONS.** The department of information services
23 shall act as lead agency in coordinating video telecommunications
24 services for state agencies. As lead agency, the department shall
25 develop standards and common specifications for leased and purchased
26 telecommunications equipment and assist state agencies in developing a
27 video telecommunications expenditure plan. No agency may spend any
28 portion of any appropriation in this act for new video
29 telecommunication equipment, new video telecommunication transmission,
30 or new video telecommunication programming, or for expanding current
31 video telecommunication systems without first complying with chapter
32 43.105 RCW, including but not limited to, RCW 43.105.041(2), and
33 without first submitting a video telecommunications expenditure plan,
34 in accordance with the policies of the department of information
35 services, for review and assessment by the department of information
36 services under RCW 43.105.052. Prior to any such expenditure by a
37 public school, a video telecommunications expenditure plan shall be
38 approved by the superintendent of public instruction. The office of

1 the superintendent of public instruction shall submit the plans to the
2 department of information services in a form prescribed by the
3 department. The office of the superintendent of public instruction
4 shall coordinate the use of video telecommunications in public schools
5 by providing educational information to local school districts and
6 shall assist local school districts and educational service districts
7 in telecommunications planning and curriculum development. Prior to
8 any such expenditure by a public institution of postsecondary
9 education, a telecommunications expenditure plan shall be approved by
10 the higher education coordinating board. The higher education
11 coordinating board shall coordinate the use of video telecommunications
12 for instruction and instructional support in postsecondary education,
13 including the review and approval of instructional telecommunications
14 course offerings.

15 **Sec. 904.** 1997 c 149 s 904 (uncodified) is amended to read as
16 follows:

17 **EMERGENCY FUND ALLOCATIONS.** Whenever allocations are made from the
18 governor's emergency fund appropriation to an agency that is financed
19 in whole or in part by other than general fund moneys, the director of
20 financial management may direct the repayment of such allocated amount
21 to the general fund from any balance in the fund or funds which finance
22 the agency. No appropriation shall be necessary to effect such
23 repayment.

24 **Sec. 905.** 1998 c 346 s 903 (uncodified) is amended to read as
25 follows:

26 **STATUTORY APPROPRIATIONS.** In addition to the amounts appropriated
27 in this act for revenues for distribution, state contributions to the
28 law enforcement officers' and fire fighters' retirement system, and
29 bond retirement and interest including ongoing bond registration and
30 transfer charges, transfers, interest on registered warrants, and
31 certificates of indebtedness, there is also appropriated such further
32 amounts as may be required or available for these purposes under any
33 statutory formula or under chapters 39.94 and 39.96 RCW or any proper
34 bond covenant made under law.

35 **Sec. 906.** 1997 c 149 s 906 (uncodified) is amended to read as
36 follows:

1 **BOND EXPENSES.** In addition to such other appropriations as are
2 made by this act, there is hereby appropriated to the state finance
3 committee from legally available bond proceeds in the applicable
4 construction or building funds and accounts such amounts as are
5 necessary to pay the expenses incurred in the issuance and sale of the
6 subject bonds.

7 **Sec. 907.** 1997 c 149 s 907 (uncodified) is amended to read as
8 follows:

9 **LEGISLATIVE FACILITIES.** Notwithstanding RCW 43.01.090, the house
10 of representatives, the senate, and the permanent statutory committees
11 shall pay expenses quarterly to the department of general
12 administration facilities and services revolving fund for services
13 rendered by the department for operations, maintenance, and supplies
14 relating to buildings, structures, and facilities used by the
15 legislature for the biennium beginning July 1, 1997.

16 **Sec. 908.** 1997 c 149 s 908 (uncodified) is amended to read as
17 follows:

18 **AGENCY RECOVERIES.** Except as otherwise provided by law, recoveries
19 of amounts expended pursuant to an appropriation, including but not
20 limited to, payments for material supplied or services rendered under
21 chapter 39.34 RCW, may be expended as part of the original
22 appropriation of the fund to which such recoveries belong, without
23 further or additional appropriation. Such expenditures shall be
24 subject to conditions and procedures prescribed by the director of
25 financial management. The director may authorize expenditure with
26 respect to recoveries accrued but not received, in accordance with
27 generally accepted accounting principles, except that such recoveries
28 shall not be included in revenues or expended against an appropriation
29 for a subsequent fiscal period. This section does not apply to the
30 repayment of loans, except for loans between state agencies.

31 **Sec. 909.** 1997 c 149 s 909 (uncodified) is amended to read as
32 follows:

33 **GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.** The appropriations of
34 moneys and the designation of funds and accounts by this and other acts
35 of the 1997 legislature shall be construed in a manner consistent with
36 legislation enacted by the 1985, 1987, 1989, 1991, 1993, and 1995

1 legislatures to conform state funds and accounts with generally
2 accepted accounting principles.

3 **Sec. 910.** RCW 72.09.050 and 1995 c 189 s 1 are each amended to
4 read as follows:

5 The secretary shall manage the department of corrections and shall
6 be responsible for the administration of adult correctional programs,
7 including but not limited to the operation of all state correctional
8 institutions or facilities used for the confinement of convicted
9 felons. In addition, the secretary shall have broad powers to enter
10 into agreements with any federal agency, or any other state, or any
11 Washington state agency or local government providing for the operation
12 of any correctional facility or program for persons convicted of
13 felonies or misdemeanors or for juvenile offenders. Such agreements
14 for counties with local law and justice councils shall be required in
15 the local law and justice plan pursuant to RCW 72.09.300. The
16 agreements may provide for joint operation or operation by the
17 department of corrections, alone, for by any of the other governmental
18 entities, alone. The secretary may expend funds appropriated for the
19 1997-1999 biennium to enter into agreements with any local government
20 or private organization in any other state, providing for the operation
21 of any correctional facility or program for persons convicted of
22 felonies. The secretary may employ persons to aid in performing the
23 functions and duties of the department. The secretary may delegate any
24 of his or her functions or duties to department employees, including
25 the authority to certify and maintain custody of records and documents
26 on file with the department. The secretary is authorized to promulgate
27 standards for the department of corrections within appropriation levels
28 authorized by the legislature.

29 Pursuant to the authority granted in chapter 34.05 RCW, the
30 secretary shall adopt rules providing for inmate restitution when
31 restitution is determined appropriate as a result of a disciplinary
32 action.

33 **Sec. 911.** If any provision of this act or its application to any
34 person or circumstance is held invalid, the remainder of the act or the
35 application of the provision to other persons or circumstances is not
36 affected.

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