

ENGROSSED SUBSTITUTE SENATE BILL 5345

State of Washington 57th Legislature 2001 Regular Session

By Senate Committee on Ways & Means (originally sponsored by Senators Brown, Rossi and Constantine; by request of Governor Locke)

READ FIRST TIME 03/30/01.

1 AN ACT Relating to fiscal matters; amending RCW 43.320.130,
2 76.12.110, 49.70.170, 43.08.250, 82.14.310, 43.72.902, 46.10.040,
3 72.11.040, 69.50.520, and 72.36.035; creating new sections; making
4 appropriations; and declaring an emergency.

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

6 PART I
7 GENERAL GOVERNMENT

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

9 General Fund--State Appropriation (FY 2002) . . . \$	27,929,000
10 General Fund--State Appropriation (FY 2003) . . . \$	28,135,000
11 Department of Retirement Systems Expense Account--	
12 State Appropriation \$	45,000
13 TOTAL APPROPRIATION \$	56,109,000

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

- 16 (1) \$25,000 of the general fund--state appropriation is provided
- 17 solely for allocation to Project Citizen, a program of the national
- 18 conference of state legislatures to promote student civic involvement.

1 (2) \$15,000 of the general fund--state appropriation for fiscal
2 year 2002 is provided for the legislature to continue the services of
3 expert counsel on legal and policy issues relating to services for
4 persons with developmental disabilities.

5 (3) \$50,000 of the general fund--state appropriation for fiscal
6 year 2002 and \$71,000 of the general fund--state appropriation for
7 fiscal year 2003 are provided solely to participate in funding a
8 contract for a uniform higher education facility condition assessment,
9 managed by the higher education coordinating board, as described in
10 section 610 of this act.

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

12	General Fund--State Appropriation (FY 2002) . . . \$	22,913,000
13	General Fund--State Appropriation (FY 2003) . . . \$	24,070,000
14	Department of Retirement Systems Expense Account--	
15	State Appropriation \$	45,000
16	TOTAL APPROPRIATION \$	47,028,000

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

19 (1) \$25,000 of the general fund--state appropriation is provided
20 solely for allocation to Project Citizen, a program of the national
21 conference of state legislatures to promote student civic involvement.

22 (2) \$15,000 of the general fund--state appropriation for fiscal
23 year 2002 is provided for the legislature to continue the services of
24 expert counsel on legal and policy issues relating to services for
25 persons with developmental disabilities.

26 (3) \$50,000 of the general fund--state appropriation for fiscal
27 year 2002 and \$71,000 of the general fund--state appropriation for
28 fiscal year 2003 are provided solely to participate in funding a
29 contract for a uniform higher education facility condition assessment,
30 managed by the higher education coordinating board, as described in
31 section 610 of this act.

32 NEW SECTION. **Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**
33 **COMMITTEE**

34	General Fund--State Appropriation (FY 2002) . . . \$	2,000,000
35	General Fund--State Appropriation (FY 2003) . . . \$	1,806,000
36	TOTAL APPROPRIATION \$	3,806,000

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

3 (1) \$150,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$75,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for the joint legislative audit
6 and review committee to conduct an evaluation of the client outcomes of
7 the high school transition program operated by the department of social
8 and health services division of developmental disabilities. The study
9 shall identify the different approaches that have been used in
10 providing transition services and whether some approaches are more or
11 less successful in helping young adults with developmental disabilities
12 achieve greater levels of independence. The study shall evaluate how
13 transition programs reduce the level of support provided to clients as
14 they achieve greater levels of independence, and shall be submitted to
15 the appropriate committees of the legislature by December 1, 2002.

16 (2) \$50,000 of the general fund--state appropriation for fiscal
17 year 2002 is provided solely for the joint legislative audit and review
18 committee to conduct a capacity planning study of the capital
19 facilities of the state school for the deaf. The committee's study
20 shall be carried out in conjunction with the study of educational
21 service delivery models conducted by the state institute for public
22 policy. The study shall be submitted to the fiscal committees of the
23 legislature by September 30, 2002.

24 (3) \$35,000 of the general fund--state appropriation for fiscal
25 year 2002 is provided solely for the joint legislative audit and review
26 committee to conduct a review of water conservancy boards. The review
27 shall include an assessment of the operating costs of existing boards;
28 the sources of funding for board operations; the range of costs of
29 processing water right transfer applications by the boards as well as
30 by the department of ecology for applications filed directly with the
31 department; the costs to the department of training, assistance, and
32 review of board recommendations on applications; board membership and
33 board recordkeeping; and public participation procedures for both the
34 water conservancy boards and the department of ecology. The committee
35 shall submit its review by January 1, 2002, to the appropriate policy
36 and fiscal committees of the legislature.

37 NEW SECTION. **Sec. 104. FOR THE LEGISLATIVE EVALUATION AND**
38 **ACCOUNTABILITY PROGRAM COMMITTEE**

1	General Fund--State Appropriation (FY 2002) . . . \$	1,325,000
2	General Fund--State Appropriation (FY 2003) . . . \$	1,457,000
3	Public Works Assistance Account--State	
4	Appropriation \$	203,000
5	TOTAL APPROPRIATION \$	2,985,000

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

7	Department of Retirement Systems Expense Account--	
8	State Appropriation \$	1,923,000

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

11 The office of the state actuary shall update its 1999 review of the
12 higher education retirement plans established pursuant to RCW
13 28B.10.400, and the actuarial study of the appropriate employer
14 contribution rates under RCW 28B.10.423. All state institutions of
15 higher education shall cooperate fully with the study. By June 1,
16 2002, the state actuary shall provide the updated report, including
17 recommendations for adjusting contribution rates to meet the
18 requirements of RCW 28B.10.423, to the office of financial management,
19 the joint committee on pension policy, and the legislative fiscal
20 committees.

21 NEW SECTION. **Sec. 106. FOR THE JOINT LEGISLATIVE SYSTEMS**
22 **COMMITTEE**

23	General Fund--State Appropriation (FY 2002) . . . \$	6,236,000
24	General Fund--State Appropriation (FY 2003) . . . \$	6,954,000
25	TOTAL APPROPRIATION \$	13,190,000

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

27	General Fund--State Appropriation (FY 2002) . . . \$	3,926,000
28	General Fund--State Appropriation (FY 2003) . . . \$	4,057,000
29	TOTAL APPROPRIATION \$	7,983,000

30 NEW SECTION. **Sec. 108. LEGISLATIVE AGENCIES.** In order to achieve
31 operating efficiencies within the financial resources available to the
32 legislative branch, the executive rules committee of the house of
33 representatives and the facilities and operations committee of the
34 senate by joint action may transfer funds among the house of
35 representatives, senate, legislative budget committee, legislative

1 evaluation and accountability program committee, legislative
2 transportation committee, office of the state actuary, joint
3 legislative systems committee, and statute law committee.

4 NEW SECTION. **Sec. 109. FOR THE SUPREME COURT**

5	General Fund--State Appropriation (FY 2002) . . . \$	5,423,000
6	General Fund--State Appropriation (FY 2003) . . . \$	5,511,000
7	TOTAL APPROPRIATION \$	10,934,000

8 NEW SECTION. **Sec. 110. FOR THE LAW LIBRARY**

9	General Fund--State Appropriation (FY 2002) . . . \$	1,982,000
10	General Fund--State Appropriation (FY 2003) . . . \$	1,983,000
11	TOTAL APPROPRIATION \$	3,965,000

12 NEW SECTION. **Sec. 111. FOR THE COURT OF APPEALS**

13	General Fund--State Appropriation (FY 2002) . . . \$	12,877,000
14	General Fund--State Appropriation (FY 2003) . . . \$	12,983,000
15	TOTAL APPROPRIATION \$	25,860,000

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

18 (1) \$505,000 of the general fund--state appropriation for fiscal
19 year 2002 and \$606,000 of the general fund--state appropriation for
20 fiscal year 2003 are provided solely for lease increases associated
21 with the division I facility. Within the funds provided in this
22 subsection, the court of appeals shall conduct a space planning study
23 exploring options dealing with remodeling existing space to accommodate
24 needs and evaluating the cost and benefits of moving to another
25 location.

26 (2) \$168,000 of the general fund--state appropriation for fiscal
27 year 2002 and \$159,000 of the general fund--state appropriation for
28 fiscal year 2003 are provided solely for providing compensation
29 adjustments to nonjudicial staff of the court of appeals. Within the
30 funds provided in this subsection, the court of appeals shall determine
31 the specific positions to receive compensation adjustments based on
32 recruitment and retention difficulties, new duties or responsibilities
33 assigned, and salary inversion or compression within the court of
34 appeals.

35 NEW SECTION. **Sec. 112. FOR THE COMMISSION ON JUDICIAL CONDUCT**

1	General Fund--State Appropriation (FY 2002) . . . \$	950,000
2	General Fund--State Appropriation (FY 2003) . . . \$	974,000
3	TOTAL APPROPRIATION \$	1,924,000

4 NEW SECTION. **Sec. 113. FOR THE ADMINISTRATOR FOR THE COURTS**

5	General Fund--State Appropriation (FY 2002) . . . \$	14,214,000
6	General Fund--State Appropriation (FY 2003) . . . \$	14,422,000
7	Public Safety and Education Account--State	
8	Appropriation \$	29,498,000
9	Judicial Information Systems Account--State	
10	Appropriation \$	27,759,000
11	TOTAL APPROPRIATION \$	85,893,000

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

14 (1) Funding provided in the judicial information systems account
15 appropriation shall be used for the operations and maintenance of
16 technology systems that improve services provided by the supreme court,
17 the court of appeals, the office of public defense, and the
18 administrator for the courts.

19 (2) No moneys appropriated in this section may be expended by the
20 administrator for the courts for payments in excess of fifty percent of
21 the employer contribution on behalf of superior court judges for
22 insurance and health care plans and federal social security and
23 medicare and medical aid benefits. As required by Article IV, section
24 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,
25 it is the intent of the legislature that the costs of these employer
26 contributions shall be shared equally between the state and county or
27 counties in which the judges serve. The administrator for the courts
28 shall continue to implement procedures for the collection and
29 disbursement of these employer contributions. During the 2001-03
30 biennium, the office of the administrator for the courts shall submit
31 a quarterly report to the fiscal committee of the house of
32 representatives and senate showing the counties not contributing to the
33 employer contributions as specified in this subsection. This
34 information shall be used in making allocations of county assistance in
35 Part VII of this act.

36 (3) \$223,000 of the public safety and education account
37 appropriation is provided solely for the gender and justice commission.

1 (4) \$308,000 of the public safety and education account
2 appropriation is provided solely for the minority and justice
3 commission.

4 (5) \$278,000 of the general fund--state appropriation for fiscal
5 year 2002, \$285,000 of the general fund--state appropriation for fiscal
6 year 2003, and \$263,000 of the public safety and education account
7 appropriation are provided solely for the workload associated with tax
8 warrants and other state cases filed in Thurston county.

9 (6) \$750,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$750,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely to increase the number of children
12 served by court-appointed special advocates in dependency matters. The
13 administrator for the courts, after consulting with the association of
14 juvenile court administrators and the association of court-appointed
15 special advocate/guardian ad litem programs, shall distribute the funds
16 to volunteer court-appointed special advocate/guardian ad litem
17 programs. The distribution of funding shall be based on the number of
18 children who need volunteer court-appointed special advocate
19 representation and shall be equally accessible to all volunteer court-
20 appointed special advocate/guardian ad litem programs. The
21 administrator for the courts shall not retain more than six percent of
22 total funding to cover administrative or any other agency costs.

23 (7) \$750,000 of the public safety and education account--state
24 appropriation is provided solely for judicial program enhancements.
25 Within the funding provided in this subsection, the administrator for
26 the courts, in consultation with the supreme court, shall determine the
27 program or programs to receive an enhancement.

28 (8) \$1,618,000 of the public safety and education account--state
29 appropriation is provided solely for increases for juror pay. The
30 office of the administrator for the courts may contract with local
31 governments to provide additional juror pay. The contract shall
32 provide that the local government is responsible for the first ten
33 dollars of juror compensation for each day or partial day of jury
34 service, and the state shall reimburse the local government for any
35 additional compensation, excluding the first day, up to a maximum of
36 fifteen dollars per day.

37 NEW SECTION. **Sec. 114. FOR THE OFFICE OF PUBLIC DEFENSE**
38 General Fund--State Appropriation (FY 2002) . . . \$ 600,000

1	General Fund--State Appropriation (FY 2003) . . . \$	600,000
2	Public Safety and Education Account--State	
3	Appropriation \$	13,036,000
4	TOTAL APPROPRIATION \$	14,236,000

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

7 (1) \$233,000 of the public safety and education account
8 appropriation is provided solely to increase the reimbursement for
9 private attorneys providing constitutionally mandated indigent defense
10 in nondeath penalty cases.

11 (2) \$51,000 of the public safety and education account
12 appropriation is provided solely for the implementation of chapter 303,
13 Laws of 1999 (court funding).

14 (3) Amounts provided from the public safety and education account
15 appropriation in this section include funding for investigative
16 services in death penalty personal restraint petitions.

17 (4) The entire general fund--state appropriation is provided solely
18 for the continuation of a dependency and termination legal
19 representation funding pilot program.

20 (a) The goal of the pilot program shall be to enhance the quality
21 of legal representation in dependency and termination hearings, thereby
22 reducing the number of continuances requested by contract attorneys,
23 including those based on the unavailability of defense counsel. To
24 meet the goal, the pilot shall include the following components:

25 (i) A maximum caseload requirement of 90 dependency and termination
26 cases per full-time attorney;

27 (ii) Implementation of enhanced defense attorney practice
28 standards, including but not limited to those related to reasonable
29 case preparation and the delivery of adequate client advice, as
30 developed by Washington state public defense attorneys and included in
31 the office of public defense December 1999 report *Costs of Defense and*
32 *Children's Representation in Dependency and Termination Hearings*;

33 (iii) Use of investigative and expert services in appropriate
34 cases; and

35 (iv) Effective implementation of indigency screening of all
36 dependency and termination parents, guardians, and legal custodians
37 represented by appointed counsel.

38 (b) The pilot program shall be established in one eastern and one
39 western Washington juvenile court.

1 (c) The director shall contract for an independent evaluation of
2 the pilot program benefits and costs. A final evaluation shall be
3 submitted to the governor and the fiscal committees of the legislature
4 no later than October 1, 2001.

5 (5) \$50,000 of the public safety and education account--state
6 appropriation is provided solely for the evaluation required in chapter
7 92, Laws of 2000 (DNA testing).

8 (6) \$235,000 of the public safety and education account--state
9 appropriation is provided solely for the office of public defense to
10 contract with an existing public defender association to establish a
11 capital defense assistance center.

12 NEW SECTION. **Sec. 115. FOR THE OFFICE OF THE GOVERNOR**

13	General Fund--State Appropriation (FY 2002) . . . \$	3,965,000
14	General Fund--State Appropriation (FY 2003) . . . \$	4,168,000
15	General Fund--Federal Appropriation \$	219,000
16	Water Quality Account--State	
17	Appropriation \$	4,208,000
18	TOTAL APPROPRIATION \$	12,560,000

19 The appropriations in this section are subject to the following
20 conditions and limitations: \$100,000 of the general fund--state
21 appropriation for fiscal year 2002 and \$100,000 of the general fund--
22 state appropriation for fiscal year 2003 are provided solely for the
23 salmon recovery office to support the efforts of the independent
24 science panel.

25 NEW SECTION. **Sec. 116. FOR THE LIEUTENANT GOVERNOR**

26	General Fund--State Appropriation (FY 2002) . . . \$	449,000
27	General Fund--State Appropriation (FY 2003) . . . \$	451,000
28	TOTAL APPROPRIATION \$	900,000

29 NEW SECTION. **Sec. 117. FOR THE PUBLIC DISCLOSURE COMMISSION**

30	General Fund--State Appropriation (FY 2002) . . . \$	1,912,000
31	General Fund--State Appropriation (FY 2003) . . . \$	1,905,000
32	TOTAL APPROPRIATION \$	3,817,000

33 NEW SECTION. **Sec. 118. FOR THE SECRETARY OF STATE**

34	General Fund--State Appropriation (FY 2002) \$	10,640,000
35	General Fund--State Appropriation (FY 2003) \$	8,833,000

1	Archives and Records Management Account--State	
2	Appropriation	\$ 7,300,000
3	Archives and Records Management Account--Private/	
4	Local Appropriation	\$ 3,860,000
5	Department of Personnel Service Account	
6	Appropriation	\$ 719,000
7	TOTAL APPROPRIATION	\$ 31,352,000

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

10 (1) \$2,296,000 of the general fund--state appropriation for fiscal
11 year 2002 is provided solely to reimburse counties for the state's
12 share of primary and general election costs and the costs of conducting
13 mandatory recounts on state measures. Counties shall be reimbursed
14 only for those odd-year election costs that the secretary of state
15 validates as eligible for reimbursement.

16 (2) \$2,193,000 of the general fund--state appropriation for fiscal
17 year 2002 and \$2,712,000 of the general fund--state appropriation for
18 fiscal year 2003 are provided solely for the verification of initiative
19 and referendum petitions, maintenance of related voter registration
20 records, and the publication and distribution of the voters and
21 candidates pamphlet.

22 (3) \$125,000 of the general fund--state appropriation for fiscal
23 year 2002 and \$125,000 of the general fund--state appropriation for
24 fiscal year 2003 are provided solely for legal advertising of state
25 measures under RCW 29.27.072.

26 (4)(a) \$1,944,004 of the general fund--state appropriation for
27 fiscal year 2002 and \$1,986,772 of the general fund--state
28 appropriation for fiscal year 2003 are provided solely for contracting
29 with a nonprofit organization to produce gavel-to-gavel television
30 coverage of state government deliberations and other events of
31 statewide significance during the 2001-2003 biennium. An eligible
32 nonprofit organization must be formed solely for the purpose of, and be
33 experienced in, providing gavel-to-gavel television coverage of state
34 government deliberations and other events of statewide significance and
35 must have received a determination of tax-exempt status under section
36 501(c)(3) of the federal internal revenue code. The funding level for
37 each year of the contract shall be based on the amount provided in this
38 subsection and adjusted to reflect the implicit price deflator for the
39 previous year. The nonprofit organization shall be required to raise

1 contributions or commitments to make contributions, in cash or in kind,
2 in an amount equal to forty percent of the state contribution. The
3 office of the secretary of state may make full or partial payment once
4 all criteria in (a) and (b) of this subsection have been satisfactorily
5 documented.

6 (b) The legislature finds that the commitment of on-going funding
7 is necessary to ensure continuous, autonomous, and independent coverage
8 of public affairs. For that purpose, the secretary of state shall
9 enter into a four-year contract with the nonprofit organization to
10 provide public affairs coverage through June 30, 2006.

11 (c) The nonprofit organization shall prepare an annual independent
12 audit, an annual financial statement, and an annual report, including
13 benchmarks that measure the success of the nonprofit organization in
14 meeting the intent of the program.

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

17 (i) Attempting to influence the passage or defeat of any
18 legislation by the legislature of the state of Washington, by any
19 county, city, town, or other political subdivision of the state of
20 Washington, or by the congress, or the adoption or rejection of any
21 rule, standard, rate, or other legislative enactment of any state
22 agency;

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

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

26 (6) \$867,000 of the archives and records management account--state
27 appropriation is provided solely for operation of the central
28 microfilming bureau under RCW 40.14.020(8).

29 (7)(a) If the financing contract for construction of the eastern
30 regional archives building authorized in section 907(1)(a) of the
31 capital budget, and House Bill No. 1925 or Senate Bill No. 5892
32 (authorizing a revenue stream for retiring the debt) or substantially
33 similar legislation, are not authorized by June 30, 2002, then \$149,316
34 of the archives and records management--state appropriation and
35 \$597,266 of the archives and records management--private/local
36 appropriation shall lapse.

37 (b) If the financing contract for acquisition of technology
38 hardware and software for the electronic data archive authorized in
39 section 907(1)(b) of the capital budget, and House Bill No. 1926 or

1 Senate Bill No. 5893 (authorizing a revenue stream for retiring the
 2 debt) or substantially similar legislation, are not authorized by June
 3 30, 2002, then \$613,879 of the archives and records management--state
 4 appropriation and \$463,102 of the archives and records
 5 management--private/local appropriation shall lapse.

6 (c) \$613,879 of the archives and records management--state
 7 appropriation and \$463,102 of the archives and records management--
 8 private/local appropriation are provided solely for costs associated
 9 with the design and establishment of an electronic data archive. Of
 10 these amounts, \$212,000 of the archives and records management--state
 11 appropriation and \$188,000 of the archives and records management--
 12 private/local appropriation are provided solely for costs associated
 13 with conducting an information technology feasibility study.

14 NEW SECTION. **Sec. 119. FOR THE GOVERNOR'S OFFICE OF INDIAN**
 15 **AFFAIRS**

16	General Fund--State Appropriation (FY 2002) . . . \$	269,000
17	General Fund--State Appropriation (FY 2003) . . . \$	282,000
18	TOTAL APPROPRIATION \$	551,000

19 NEW SECTION. **Sec. 120. FOR THE COMMISSION ON ASIAN-AMERICAN**
 20 **AFFAIRS**

21	General Fund--State Appropriation (FY 2002) . . . \$	281,000
22	General Fund--State Appropriation (FY 2003) . . . \$	276,000
23	TOTAL APPROPRIATION \$	557,000

24 NEW SECTION. **Sec. 121. FOR THE STATE TREASURER**

25	State Treasurer's Service Account--State	
26	Appropriation \$	12,873,000

27 NEW SECTION. **Sec. 122. FOR THE REDISTRICTING COMMISSION**

28	General Fund--State Appropriation (FY 2002) . . . \$	856,000
29	General Fund--State Appropriation (FY 2003) . . . \$	20,000
30	TOTAL APPROPRIATION \$	876,000

31 NEW SECTION. **Sec. 123. FOR THE STATE AUDITOR**

32	General Fund--State Appropriation (FY 2002) . . . \$	1,651,000
33	General Fund--State Appropriation (FY 2003) . . . \$	1,876,000
34	State Auditing Services Revolving Account--State	

1	Appropriation	\$	13,545,000
2	TOTAL APPROPRIATION	\$	17,072,000

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

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

10 (2) \$1,651,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$1,876,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely for staff and related costs to
13 verify the accuracy of reported school district data submitted for
14 state funding purposes; conduct school district program audits of state
15 funded public school programs; establish the specific amount of state
16 funding adjustments whenever audit exceptions occur and the amount is
17 not firmly established in the course of regular public school audits;
18 and to assist the state special education safety net committee when
19 requested.

20 NEW SECTION. **Sec. 124. FOR THE CITIZENS' COMMISSION ON SALARIES**
21 **FOR ELECTED OFFICIALS**

22	General Fund--State Appropriation (FY 2002) . . .	\$	80,000
23	General Fund--State Appropriation (FY 2003) . . .	\$	152,000
24	TOTAL APPROPRIATION	\$	232,000

25 NEW SECTION. **Sec. 125. FOR THE ATTORNEY GENERAL**

26	General Fund--State Appropriation (FY 2002) . . .	\$	4,811,000
27	General Fund--State Appropriation (FY 2003) . . .	\$	4,806,000
28	General Fund--Federal Appropriation	\$	2,868,000
29	Public Safety and Education Account--State		
30	Appropriation	\$	1,789,000
31	New Motor Vehicle Arbitration Account--State		
32	Appropriation	\$	1,163,000
33	Legal Services Revolving Account--State		
34	Appropriation	\$	147,789,000
35	TOTAL APPROPRIATION	\$	163,226,000

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

3 (1) The attorney general shall report each fiscal year on actual
4 legal services expenditures and actual attorney staffing levels for
5 each agency receiving legal services. The report shall be submitted to
6 the office of financial management and the fiscal committees of the
7 senate and house of representatives no later than ninety days after the
8 end of each fiscal year.

9 (2) The attorney general and the office of financial management
10 shall modify the attorney general billing system to meet the needs of
11 user agencies for greater predictability, timeliness, and explanation
12 of how legal services are being used by the agency. The attorney
13 general shall provide the following information each month to agencies
14 receiving legal services: (a) The full-time equivalent attorney
15 services provided for the month; (b) the full-time equivalent
16 investigator services provided for the month; (c) the full-time
17 equivalent paralegal services provided for the month; and (d) direct
18 legal costs, such as filing and docket fees, charged to the agency for
19 the month.

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

25 NEW SECTION. **Sec. 126. FOR THE CASELOAD FORECAST COUNCIL**

26	General Fund--State Appropriation (FY 2002) . . . \$	716,000
27	General Fund--State Appropriation (FY 2003) . . . \$	704,000
28	TOTAL APPROPRIATION \$	1,420,000

29 NEW SECTION. **Sec. 127. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
30 **AND ECONOMIC DEVELOPMENT**

31	General Fund--State Appropriation (FY 2002) . . . \$	71,936,000
32	General Fund--State Appropriation (FY 2003) . . . \$	72,166,000
33	General Fund--Federal Appropriation \$	173,342,000
34	General Fund--Private/Local Appropriation \$	6,984,000
35	Public Safety and Education Account--State	
36	Appropriation \$	10,300,000
37	Public Works Assistance Account--State	

1	Appropriation	\$	2,411,000
2	Film and Video Promotion Account--State		
3	Appropriation	\$	25,000
4	Building Code Council Account--State		
5	Appropriation	\$	1,385,000
6	Administrative Contingency Account--State		
7	Appropriation	\$	1,777,000
8	Low-Income Weatherization Assistance Account--State		
9	Appropriation	\$	3,292,000
10	Violence Reduction and Drug Enforcement Account--		
11	State Appropriation	\$	6,081,000
12	Manufactured Home Installation Training Account--		
13	State Appropriation	\$	256,000
14	Washington Housing Trust Account--State		
15	Appropriation	\$	7,097,000
16	Public Facility Construction Loan Revolving		
17	Account--State Appropriation	\$	550,000
18	TOTAL APPROPRIATION	\$	357,602,000

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

21 (1) \$482,000 of the general fund--state appropriation for fiscal
22 year 2002 and \$474,000 of the general fund--state appropriation for
23 fiscal year 2003 are provided solely for the implementation of Senate
24 Bill No. 5370 (splitting the department of community, trade, and
25 economic development). Any appropriation made to the department of
26 community, trade, and economic development for carrying out the powers,
27 functions, and duties of either the department of community development
28 or the department of trade and economic development shall be
29 transferred and credited to the appropriate department, and the
30 director of financial management shall make a determination as to the
31 proper allocation and certify the same to the state agencies concerned.

32 (2) \$2,765,500 of the general fund--state appropriation for fiscal
33 year 2002 and \$3,405,500 of the general fund--state appropriation for
34 fiscal year 2003 are provided solely for a contract with the Washington
35 technology center. For work essential to the mission of the Washington
36 technology center and conducted in partnership with universities, the
37 center shall not pay any increased indirect rate nor increases in other
38 indirect charges above the absolute amount paid during the 1995-97
39 fiscal biennium.

1 (3) \$61,000 of the general fund--state appropriation for fiscal
2 year 2002 and \$62,000 of the general fund--state appropriation for
3 fiscal year 2003 are provided solely for the implementation of the
4 Puget Sound work plan and agency action item OCD-01.

5 (4) \$10,403,445 of the general fund--federal appropriation is
6 provided solely for the drug control and system improvement formula
7 grant program, to be distributed in state fiscal year 2002 as follows:

8 (a) \$3,603,250 to local units of government to continue
9 multijurisdictional narcotics task forces;

10 (b) \$620,000 to the department to continue the drug prosecution
11 assistance program in support of multijurisdictional narcotics task
12 forces;

13 (c) \$1,363,000 to the Washington state patrol for coordination,
14 investigative, and supervisory support to the multijurisdictional
15 narcotics task forces and for methamphetamine education and response;

16 (d) \$200,000 to the department for grants to support tribal law
17 enforcement needs;

18 (e) \$991,000 to the department of social and health services,
19 division of alcohol and substance abuse, for drug courts in eastern and
20 western Washington;

21 (f) \$302,551 to the department for training and technical
22 assistance of public defenders representing clients with special needs;

23 (g) \$88,000 to the department to continue a substance abuse
24 treatment in jails program, to test the effect of treatment on future
25 criminal behavior;

26 (h) \$697,075 to the department to continue domestic violence legal
27 advocacy;

28 (i) \$903,000 to the department of social and health services,
29 juvenile rehabilitation administration, to continue youth violence
30 prevention and intervention projects;

31 (j) \$60,000 to the Washington association of sheriffs and police
32 chiefs to complete the state and local components of the national
33 incident-based reporting system;

34 (k) \$60,000 to the department to expand integrated domestic
35 violence training of law enforcement, prosecutors, and domestic
36 violence advocates;

37 (l) \$91,000 to the department to continue the governor's council on
38 substance abuse;

1 (m) \$99,000 to the department to continue evaluation of Byrne
2 formula grant programs;

3 (n) \$500,469 to the office of financial management for criminal
4 history records improvement; and

5 (o) \$825,100 to the department for required grant administration,
6 monitoring, and reporting on Byrne formula grant programs.

7 These amounts represent the maximum Byrne grant expenditure
8 authority for each program. No program may expend Byrne grant funds in
9 excess of the amounts provided in this subsection. If moneys in excess
10 of those appropriated in this subsection become available, whether from
11 prior or current fiscal year Byrne grant distributions, the department
12 shall hold these moneys in reserve and may not expend them without
13 specific appropriation. These moneys shall be carried forward and
14 applied to the pool of moneys available for appropriation for programs
15 and projects in the succeeding fiscal year. As part of its budget
16 request for the succeeding year, the department shall estimate and
17 request authority to spend any funds remaining in reserve as a result
18 of this subsection.

19 (5) \$500,000 of the general fund--state appropriation for fiscal
20 year 2002 and \$500,000 of the general fund--state appropriation for
21 fiscal year 2003 are provided solely for rural economic development
22 activities including \$200,000 for the Washington manufacturing service,
23 \$100,000 for business retention and expansion, and \$60,000 for the coop
24 marketing program established by chapter 108, Laws of 1999.

25 (6) \$1,250,000 of the general fund--state appropriation for fiscal
26 year 2002 and \$1,250,000 of the general fund--state appropriation for
27 fiscal year 2003 are provided solely for grants to operate, repair, and
28 staff shelters for homeless families with children.

29 (7) \$2,500,000 of the general fund--state appropriation for fiscal
30 year 2002 and \$2,500,000 of the general fund--state appropriation for
31 fiscal year 2003 are provided solely for grants to operate transitional
32 housing for homeless families with children. The grants may also be
33 used to make partial payments for rental assistance.

34 (8) \$1,250,000 of the general fund--state appropriation for fiscal
35 year 2002 and \$1,250,000 of the general fund--state appropriation for
36 fiscal year 2003 are provided solely for consolidated emergency
37 assistance to homeless families with children.

38 (9) \$160,000 of the public works assistance account appropriation
39 is solely for providing technical assistance to local communities that

1 are developing the infrastructure needed to support the development of
2 housing for farm workers.

3 (10) \$205,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$205,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for grants to Washington Columbia
6 river gorge counties to implement their responsibilities under the
7 national scenic area management plan. Of this amount, \$390,000 is
8 provided for Skamania county and \$20,000 is provided for Clark county.

9 (11) \$768,000 of the general fund--state appropriation for fiscal
10 year 2002, \$768,000 of the general fund--state appropriation for fiscal
11 year 2003, and \$1,101,000 of the administrative contingency account
12 appropriation are provided solely for contracting with associate
13 development organizations to maintain existing programs.

14 (12) \$254,000 of the general fund--state appropriation for fiscal
15 year 2002 and \$254,000 of the general fund--state appropriation for
16 fiscal year 2003 are provided solely to increase the number of trained
17 volunteer long-term care ombudsmen available to serve elderly or
18 disabled residents living in licensed boarding homes and adult family
19 homes.

20 (13) \$600,000 of the public safety and education account
21 appropriation is provided solely for sexual assault prevention and
22 treatment programs.

23 (14) \$680,000 of the Washington housing trust account appropriation
24 is provided solely to conduct a pilot project designed to lower
25 infrastructure costs for residential development.

26 (15) \$1,500,000 of the Washington housing trust account
27 appropriation is provided solely to develop farm worker, transitional,
28 emergency, and other housing projects; to provide one-time maintenance
29 costs of local housing projects; and to provide on-going operating
30 costs for farm worker housing. If Senate Bill No. 5936 (recording fees
31 on real estate transactions) is not enacted by June 30, 2001, the
32 amount provided in this subsection shall lapse.

33 (16) \$500,000 of the public works assistance account appropriation
34 is provided solely for a task force to examine local jurisdictions'
35 ability to pay for infrastructure needs and to develop recommendations
36 for coordinated, comprehensive infrastructure funding strategies. A
37 report shall be provided to the governor's office and the legislative
38 fiscal committees no later than August 1, 2002.

1 (17) \$22,000 of the general fund--state appropriation for fiscal
2 year 2002 and \$23,000 of the general fund--state appropriation for
3 fiscal year 2003 are provided solely as a matching grant to support the
4 Washington state senior games. State funding shall be matched with at
5 least an equal amount of private or local governmental funds.

6 (18) \$500,000 of the general fund--state appropriation for fiscal
7 year 2002 and \$500,000 of the general fund--state appropriation for
8 fiscal year 2003 are provided solely for grants to food banks and food
9 distribution centers to increase their ability to accept, store, and
10 deliver perishable food.

11 (19) \$500,000 of the public safety education account--state
12 appropriation is provided solely for methamphetamine awareness
13 education in partnership with the military department.

14 (20) \$348,000 of the general fund--state appropriation for fiscal
15 year 2002 and \$230,000 of the general fund--state appropriation for
16 fiscal year 2003 are provided solely for support of the developmental
17 disabilities endowment governing board and startup costs of the
18 endowment program. Startup costs are a loan from the state general
19 fund and will be repaid funds within the program as determined by the
20 governing board. The governing board may use state appropriations to
21 implement a sliding-scale fee waiver for families earning below 150
22 percent of the state median family income. The director of the
23 department, or the director of the subsequent department of community
24 development, may implement fees to support the program as provided
25 under RCW 43.330.152.

26 (21) \$380,000 of the public safety and education account
27 appropriation is provided solely for community-based legal advocates to
28 assist sexual assault victims with both civil and criminal justice
29 issues. If Senate Bill No. 5309 is not enacted by June 30, 2001, the
30 amount provided in this subsection shall lapse.

31 (22) \$162,000 of the building code council account appropriation is
32 provided contingent on the enactment of Senate Bill No. 5352 (building
33 code council fees). If the bill is not enacted by June 30, 2001, the
34 amount provided in this subsection shall lapse.

35 (23) \$65,000 of the general fund--state appropriation for fiscal
36 year 2002 and \$65,000 of the general fund--state appropriation for
37 fiscal year 2003 are provided solely for a contract with a food
38 distribution program for communities in the southwestern portion of the
39 state and for workers impacted by timber and salmon fishing closures

1 and reductions. The department may not charge administrative overhead
2 or expenses to the funds provided in this subsection.

3 (24) \$120,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$120,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely as pass-through funding to
6 currently licensed overnight youth shelters.

7 NEW SECTION. **Sec. 128. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
8 **AND ECONOMIC DEVELOPMENT**

9 (1) Appropriations made in this act to the department of community,
10 trade, and economic development shall initially be allotted as required
11 by this act, except as provided in subsection (2) of this section.
12 Subsequent allotment modifications shall not include transfers of
13 moneys between sections of this act.

14 (2) Any appropriations made to the department of community, trade,
15 and economic development for carrying out the powers, functions, and
16 duties of either the department of community development or the
17 department of trade and economic development shall be transferred and
18 credited to the appropriate department to implement Engrossed
19 Substitute Senate Bill No. 5370 (splitting the department of community,
20 trade, and economic development). The director of financial management
21 shall make a determination as to the proper allocation and certify the
22 same to the state agencies concerned.

23 NEW SECTION. **Sec. 129. FOR THE ECONOMIC AND REVENUE FORECAST**
24 **COUNCIL**

25	General Fund--State Appropriation (FY 2002) . . . \$	512,000
26	General Fund--State Appropriation (FY 2003) . . . \$	514,000
27	TOTAL APPROPRIATION \$	1,026,000

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

29	General Fund--State Appropriation (FY 2002) . . . \$	12,961,000
30	General Fund--State Appropriation (FY 2003) . . . \$	12,558,000
31	General Fund--Federal Appropriation \$	23,657,000
32	Violence Reduction and Drug Enforcement	
33	Account--State Appropriation \$	229,000
34	State Auditing Services Revolving	
35	Account--State Appropriation \$	25,000
36	TOTAL APPROPRIATION \$	49,430,000

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

3 (1) The office of financial management shall review policies and
4 procedures regarding purchasing of information technology upgrades by
5 state agencies. Information technology upgrades include replacement
6 workstations, network equipment, operating systems and application
7 software. The review shall document existing policies and procedures,
8 and shall compare alternative upgrade policies that reduce the overall
9 cost to state government for maintaining adequate information
10 technology to meet the existing business needs of state agencies.
11 Information technology upgrades in agency budgets are deferred until
12 fiscal year 2003 pending completion of this review. Findings and
13 recommendations from this review shall be reported to appropriate
14 committees of the legislature by December 1, 2001.

15 (2) \$99,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$143,000 of the general fund--state appropriation for
17 fiscal year 2003 are provided solely to participate in funding a
18 contract for a uniform higher education facility condition assessment,
19 managed by the higher education coordinating board, as described in
20 section 610 of this act.

21 NEW SECTION. **Sec. 131. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
22 Administrative Hearings Revolving Account--State
23 Appropriation \$ 21,915,000

24 NEW SECTION. **Sec. 132. FOR THE DEPARTMENT OF PERSONNEL**
25 Department of Personnel Service Account--State
26 Appropriation \$ 17,301,000
27 Higher Education Personnel Services Account--State
28 Appropriation \$ 1,637,000
29 TOTAL APPROPRIATION \$ 18,938,000

30 The appropriations in this section are subject to the following
31 conditions and limitations: The department of personnel has the
32 authority to charge agencies not more than \$1,390,000 for expenses
33 associated with relocation of the human resources information services
34 division, and to convert the payroll/personnel computer system to
35 accommodate needed changes for employee participation in the new public
36 employees' retirement system plan 3 pension system. Funding to cover

1 these expenses shall be realized from the agency FICA savings
2 associated with the pretax benefits contributions plan.

3 NEW SECTION. **Sec. 133. FOR THE WASHINGTON STATE LOTTERY**

4 Lottery Administrative Account--State
5 Appropriation \$ 22,138,000

6 NEW SECTION. **Sec. 134. FOR THE COMMISSION ON HISPANIC AFFAIRS**

7 General Fund--State Appropriation (FY 2002) . . . \$ 226,000
8 General Fund--State Appropriation (FY 2003) . . . \$ 234,000
9 TOTAL APPROPRIATION \$ 460,000

10 NEW SECTION. **Sec. 135. FOR THE COMMISSION ON AFRICAN-AMERICAN**
11 **AFFAIRS**

12 General Fund--State Appropriation (FY 2002) . . . \$ 211,000
13 General Fund--State Appropriation (FY 2003) . . . \$ 209,000
14 TOTAL APPROPRIATION \$ 420,000

15 NEW SECTION. **Sec. 136. FOR THE PERSONNEL APPEALS BOARD**

16 Department of Personnel Service Account--State
17 Appropriation \$ 1,680,000

18 NEW SECTION. **Sec. 137. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--**
19 **OPERATIONS**

20 Dependent Care Administrative Account--State
21 Appropriation \$ 379,000
22 Department of Retirement Systems Expense Account--
23 State Appropriation \$ 48,614,000
24 TOTAL APPROPRIATION \$ 48,993,000

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

27 (1) \$1,000,000 of the department of retirement systems expense
28 account appropriation is provided solely for support of the information
29 systems project known as the electronic document image management
30 system.

31 (2) \$120,000 of the department of retirement systems expense
32 account appropriation is provided solely for locating inactive members
33 entitled to retirement benefits.

1 (3) \$117,000 of the department of retirement systems expense
2 account appropriation is provided solely for modifications to the
3 retirement information systems to accommodate tracking of
4 postretirement employment on an hourly basis.

5 (4) \$440,000 of the department of retirement systems expense
6 account is provided solely for the implementation of Engrossed Senate
7 Bill No. 5143 (Washington state patrol retirement systems plan 2). If
8 the bill is not enacted by June 30, 2001, the amount provided in this
9 subsection shall lapse.

10 NEW SECTION. **Sec. 138. FOR THE STATE INVESTMENT BOARD**

11 State Investment Board Expense Account--State

12 Appropriation \$ 12,775,000

13 NEW SECTION. **Sec. 139. FOR THE DEPARTMENT OF REVENUE**

14 General Fund--State Appropriation (FY 2002) . . . \$ 73,378,000

15 General Fund--State Appropriation (FY 2003) . . . \$ 73,146,000

16 Timber Tax Distribution Account--State

17 Appropriation \$ 5,052,000

18 Waste Education/Recycling/Litter Control--State

19 Appropriation \$ 101,000

20 State Toxics Control Account--State

21 Appropriation \$ 67,000

22 Oil Spill Administration Account--State

23 Appropriation \$ 14,000

24 TOTAL APPROPRIATION \$ 151,758,000

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

27 \$269,000 of the general fund--state appropriation for fiscal year
28 2002 and \$49,000 of the general fund--state appropriation for fiscal
29 year 2003 are provided solely to establish and provide staff support to
30 a committee on taxation to study the elasticity, equity, and adequacy
31 of the state's tax system.

32 (1) The committee shall consist of eleven members. The department
33 shall appoint six academic scholars from the fields of economics,
34 taxation, business administration, public administration, public
35 policy, and other relevant disciplines as determined by the department,
36 after consulting with the majority and minority leaders in the senate,
37 the co-speakers in the house of representatives, the chair of the ways

1 and means committee in the senate, and the co-chairs of the finance
2 committee in the house of representatives. The governor and the chairs
3 of the majority and minority caucuses in each house of the legislature
4 shall each appoint one member to the committee. These appointments may
5 be legislative members. The members of the committee shall either
6 elect a voting chair from among their membership or a nonvoting chair
7 who is not a member of the committee. Members of the committee shall
8 serve without compensation but shall be reimbursed for travel expenses
9 under RCW 43.03.050 and 43.03.060.

10 (2) The purpose of the study is to determine how well the current
11 tax system functions and how it might be changed to better serve the
12 citizens of the state in the twenty-first century. In reviewing
13 options for changes to the tax system, the committee shall develop
14 multiple alternatives to the existing tax system. To the extent
15 possible, the alternatives shall be designed to increase the harmony
16 between the tax system of this state and the surrounding states,
17 encourage commerce and business creation, and encourage home ownership.
18 In developing alternatives, the committee shall examine and consider
19 the effects of tax incentives, including exemptions, deferrals, and
20 credits. The alternatives shall range from incremental improvements in
21 the current tax structure to complete replacement of the tax structure.
22 In conducting the study, the committee shall examine the tax structures
23 of other states and review previous studies regarding tax reform in
24 this state. In developing alternatives, the committee shall be guided
25 by administrative simplicity, economic neutrality, fairness, stability,
26 and transparency. Most of the alternatives presented by the committee
27 to the legislature shall be revenue neutral and contain no income tax.

28 (3) The department shall create an advisory group to include, but
29 not be limited to, representatives of business, state agencies, local
30 governments, labor, taxpayers, and other advocacy groups. The group
31 shall provide advice and assistance to the committee.

32 (4) The committee shall present a final report of its findings and
33 alternatives to the ways and means committee in the senate and the
34 finance committee in the house of representatives by November 30, 2002.

35 **NEW SECTION. Sec. 140. FOR THE BOARD OF TAX APPEALS**

36	General Fund--State Appropriation (FY 2002) . . . \$	1,163,000
37	General Fund--State Appropriation (FY 2003) . . . \$	1,008,000
38	TOTAL APPROPRIATION \$	2,171,000

1 NEW SECTION. **Sec. 141. FOR THE MUNICIPAL RESEARCH COUNCIL**

2 City and Town Research Services Account--

3 State Appropriation \$ 3,814,000

4 County Research Services Account--State

5 Appropriation \$ 761,000

6 TOTAL APPROPRIATION \$ 4,575,000

7 NEW SECTION. **Sec. 142. FOR THE OFFICE OF MINORITY AND WOMEN'S**
8 **BUSINESS ENTERPRISES**

9 OMWBE Enterprises Account--State

10 Appropriation \$ 2,618,000

11 NEW SECTION. **Sec. 143. FOR THE DEPARTMENT OF GENERAL**
12 **ADMINISTRATION**

13 General Fund--State Appropriation (FY 2002) . . . \$ 549,000

14 General Fund--State Appropriation (FY 2003) . . . \$ 630,000

15 General Fund--Federal Appropriation \$ 1,930,000

16 General Fund--Private/Local Appropriation \$ 444,000

17 State Capitol Vehicle Parking Account--

18 State Appropriation \$ 154,000

19 General Administration Services Account--State

20 Appropriation \$ 41,412,000

21 TOTAL APPROPRIATION \$ 44,967,000

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

24 (1) The department shall conduct a review of the ultimate
25 purchasing system to evaluate the following: (a) The degree to which
26 program objectives and assumptions were achieved; (b) the degree to
27 which planned schedule of phases, tasks, and activities were
28 accomplished; (c) an assessment of estimated and actual costs of each
29 phase; (d) an assessment of project cost recovery/cost avoidance,
30 return on investment, and measurable outcomes as each relate to the
31 agency's business functions and other agencies' business functions; and
32 (e) the degree to which integration with the agency and state
33 information technology infrastructure was achieved. The department
34 will receive written input from participating pilot agencies that
35 describes measurable organizational benefits and cost avoidance
36 opportunities derived from use of the ultimate purchasing system. The
37 performance review shall be submitted to the office of financial

1 management and the appropriate legislative fiscal committees by July 1,
2 2002.

3 (2) \$60,000 of the general administration services account
4 appropriation is provided solely for costs associated with the
5 development of the information technology architecture to link the risk
6 management information system and the tort division's case management
7 system, and the reconciliation of defense cost reimbursement
8 information.

9 NEW SECTION. **Sec. 144. FOR THE DEPARTMENT OF INFORMATION SERVICES**

10 Data Processing Revolving Account--State

11 Appropriation \$ 3,706,000

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

14 (1) The department is authorized to connect private baccalaureate
15 institutions to the K-20 educational telecommunication network under
16 the plan approved by the K-20 board.

17 (2) The department shall implement the \$10,800,000 service rate
18 reduction it proposed on August 14, 2000.

19 NEW SECTION. **Sec. 145. FOR THE INSURANCE COMMISSIONER**

20 General Fund--Federal Appropriation \$ 622,000

21 Insurance Commissioners Regulatory Account--State

22 Appropriation \$ 28,373,000

23 TOTAL APPROPRIATION \$ 28,995,000

24 NEW SECTION. **Sec. 146. FOR THE BOARD OF ACCOUNTANCY**

25 Certified Public Accountants' Account--State

26 Appropriation \$ 1,676,000

27 NEW SECTION. **Sec. 147. FOR THE FORENSIC INVESTIGATION COUNCIL**

28 Death Investigations Account--State

29 Appropriation \$ 276,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: \$250,000 of the death investigation
32 account appropriation is provided solely for providing financial
33 assistance to local jurisdictions in multiple death investigations.
34 The forensic investigation council shall develop criteria for awarding

1 these funds for multiple death investigations involving an
2 unanticipated, extraordinary, and catastrophic event or those involving
3 multiple jurisdictions.

4 NEW SECTION. **Sec. 148. FOR THE HORSE RACING COMMISSION**

5 Horse Racing Commission Account--State

6 Appropriation \$ 4,506,000

7 NEW SECTION. **Sec. 149. FOR THE LIQUOR CONTROL BOARD**

8 General Fund--State Appropriation (FY 2002) . . . \$ 1,485,000

9 General Fund--State Appropriation (FY 2003) . . . \$ 1,485,000

10 Liquor Control Board Construction and Maintenance

11 Account--State Appropriation \$ 8,114,000

12 Liquor Revolving Account--State Appropriation . . \$ 136,341,000

13 TOTAL APPROPRIATION \$ 147,425,000

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

16 (1) \$988,000 of the liquor revolving account appropriation is
17 provided solely for the agency information technology upgrade. This
18 amount provided in this subsection is conditioned upon satisfying the
19 requirements of section 902 of this act.

20 (2) \$505,000 of the liquor control board construction and
21 maintenance account appropriation is provided solely for the operation
22 of the temporary distribution center.

23 (3) \$1,350,000 of the liquor control board construction and
24 maintenance account appropriation is provided solely to redeem targeted
25 term certificates of participation for the new distribution center and
26 material handling system.

27 (4) \$120,000 of the liquor revolving account appropriation is
28 provided solely for a consultant to conduct a study to determine the
29 full costs and savings of acquiring and implementing a new
30 merchandising business system for both retail and contract agency
31 vendor stores. The study shall also consider the alternative of
32 upgrading the existing point of sale system. The study shall be
33 reviewed by the information services board prior to submission to the
34 fiscal committees of the legislature.

35 (5) \$556,000 of the liquor revolving account is provided solely for
36 replacement of the board's vehicles.

1 (6) \$108,000 of the liquor revolving account appropriation is
 2 provided solely for costs associated with training board information
 3 technology staff in client/server and web-based information technology
 4 platforms.

5 (7) \$67,000 of the liquor revolving account appropriation is
 6 provided solely for costs associated with training all board
 7 enforcement staff in community-oriented policing concepts and
 8 techniques.

9 NEW SECTION. **Sec. 150. FOR THE UTILITIES AND TRANSPORTATION**
 10 **COMMISSION**

11	Public Service Revolving Account--State		
12	Appropriation	\$	29,956,000
13	Public Service Revolving Account--Federal		
14	Appropriation	\$	652,000
15	TOTAL APPROPRIATION	\$	30,608,000

16 The appropriation in this section is subject to the following
 17 conditions and limitations and specified amounts are provided solely
 18 for that activity: \$1,792,000 of the public service revolving
 19 account--state appropriation is provided solely for the implementation
 20 of Substitute Senate Bill No. 5182 (pipeline safety). If the bill is
 21 not enacted by July 1, 2001, the amount provided in this subsection
 22 shall lapse.

23 NEW SECTION. **Sec. 151. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

24	Volunteer Firefighters' Relief and Pension		
25	Administrative Account--State		
26	Appropriation	\$	569,000

27 NEW SECTION. **Sec. 152. FOR THE MILITARY DEPARTMENT**

28	General Fund--State Appropriation (FY 2002) . . .	\$	9,361,000
29	General Fund--State Appropriation (FY 2003) . . .	\$	9,077,000
30	General Fund--Federal Appropriation	\$	22,509,000
31	General Fund--Private/Local Appropriation	\$	234,000
32	Enhanced 911 Account--State Appropriation	\$	26,005,000
33	Disaster Response Account--State Appropriation .	\$	582,000
34	Disaster Response Account--Federal Appropriation	\$	3,392,000
35	Worker and Community Right to Know Fund--State		
36	Appropriation	\$	283,000

1 TOTAL APPROPRIATION \$ 71,443,000

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

4 (1) \$582,000 of the disaster response account--state appropriation
5 is provided solely for the state share of response and recovery costs
6 associated with federal emergency management agency (FEMA) disasters
7 approved in the 1999-01 biennium budget. The military department may,
8 upon approval of the director of financial management, use portions of
9 the disaster response account--state appropriation to offset costs of
10 new disasters occurring before June 30, 2003. The military department
11 shall submit a report quarterly to the office of financial management
12 and the legislative fiscal committees detailing disaster costs,
13 including: (a) Estimates of total costs; (b) incremental changes from
14 the previous estimate; (c) actual expenditures; (d) estimates of total
15 remaining costs to be paid; and (d) estimates of future payments by
16 biennium. This information shall be displayed by individual disaster,
17 by fund, and by type of assistance. The military department shall also
18 submit a report quarterly to the office of financial management and the
19 legislative fiscal committees detailing information on the disaster
20 response account, including: (a) The amount and type of deposits into
21 the account; (b) the current available fund balance as of the reporting
22 date; and (c) the projected fund balance at the end of the 2001-03
23 biennium based on current revenue and expenditure patterns.

24 (2) \$100,000 of the general fund--state fiscal year 2002
25 appropriation and \$100,000 of the general fund--state fiscal year 2003
26 appropriation are provided solely for implementation of the conditional
27 scholarship program pursuant to chapter 28B.103 RCW.

28 (3) \$60,000 of the general fund--state appropriation for fiscal
29 year 2002 and \$60,000 of the general fund--state appropriation for
30 fiscal year 2003 are provided solely for the implementation of Senate
31 Bill No. 5256 (emergency management compact). If the bill is not
32 enacted by June 30, 2001, the amounts provided in this subsection shall
33 lapse.

34 (4) \$9,461,000 of the enhanced 911 account--state appropriation is
35 provided solely for the implementation of Substitute Senate Bill No.
36 6034 (enhanced 911 excise tax). If the bill is not enacted by June 30,
37 2001, the amount provided in this subsection shall lapse.

38 (5) \$35,000 of the general fund--state fiscal year 2002
39 appropriation and \$35,000 of the general fund--state fiscal year 2003

1 appropriation are provided solely for the north county emergency
2 medical service.

3 NEW SECTION. **Sec. 153. FOR THE PUBLIC EMPLOYMENT RELATIONS**
4 **COMMISSION**

5	General Fund--State Appropriation (FY 2002) . . . \$	2,155,000
6	General Fund--State Appropriation (FY 2003) . . . \$	2,164,000
7	TOTAL APPROPRIATION \$	4,319,000

8 NEW SECTION. **Sec. 154. FOR THE GROWTH PLANNING HEARINGS BOARD**

9	General Fund--State Appropriation (FY 2002) . . . \$	1,498,000
10	General Fund--State Appropriation (FY 2003) . . . \$	1,506,000
11	TOTAL APPROPRIATION \$	3,004,000

12 NEW SECTION. **Sec. 155. FOR THE STATE CONVENTION AND TRADE CENTER**

13	State Convention and Trade Center Operating	
14	Account--State Appropriation \$	37,852,000
15	State Convention and Trade Center Account--State	
16	Appropriation \$	29,886,000
17	TOTAL APPROPRIATION \$	67,738,000

18 (End of part)

PART II
HUMAN SERVICES

1
2
3 NEW SECTION. **Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
4 **SERVICES.** (1) Appropriations made in this act to the department of
5 social and health services shall initially be allotted as required by
6 this act. Subsequent allotment modifications shall not include
7 transfers of moneys between sections of this act except as expressly
8 provided in this act, nor shall allotment modifications permit moneys
9 that are provided solely for a specified purpose to be used for other
10 than that purpose, except as expressly provided in subsection (3) of
11 this section.

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

28 (3) The appropriations to the department of social and health
29 services in this act shall be expended for the programs and in the
30 amounts specified in this act.

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

33	General Fund--State Appropriation (FY 2002) . . . \$	227,442,000
34	General Fund--State Appropriation (FY 2003) . . . \$	241,302,000
35	General Fund--Federal Appropriation \$	357,314,000

1	General Fund--Private/Local Appropriation	\$	400,000
2	Violence Reduction and Drug Enforcement Account--		
3	State Appropriation	\$	4,196,000
4	Public Safety and Education Account--		
5	State Appropriation	\$	937,000
6	TOTAL APPROPRIATION	\$	831,591,000

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

9 (1) \$2,237,000 of the fiscal year 2002 general fund--state
10 appropriation, \$2,288,000 of the fiscal year 2003 general fund--state
11 appropriation, and \$1,590,000 of the general fund--federal
12 appropriation are provided solely for the category of services titled
13 "intensive family preservation services."

14 (2) \$685,000 of the general fund--state fiscal year 2002
15 appropriation and \$701,000 of the general fund--state fiscal year 2003
16 appropriation are provided to contract for the operation of one
17 pediatric interim care facility. The facility shall provide
18 residential care for up to thirteen children through two years of age.
19 Seventy-five percent of the children served by the facility must be in
20 need of special care as a result of substance abuse by their mothers.
21 The facility shall also provide on-site training to biological,
22 adoptive, or foster parents. The facility shall provide at least three
23 months of consultation and support to parents accepting placement of
24 children from the facility. The facility may recruit new and current
25 foster and adoptive parents for infants served by the facility. The
26 department shall not require case management as a condition of the
27 contract.

28 (3) \$524,000 of the general fund--state fiscal year 2002
29 appropriation and \$536,000 of the general fund--state fiscal year 2003
30 appropriation are provided for up to three nonfacility-based programs
31 for the training, consultation, support, and recruitment of biological,
32 foster, and adoptive parents of children through age three in need of
33 special care as a result of substance abuse by their mothers, except
34 that each program may serve up to three medically fragile nonsubstance-
35 abuse-affected children. In selecting nonfacility-based programs,
36 preference shall be given to programs whose federal or private funding
37 sources have expired or that have successfully performed under the
38 existing pediatric interim care program.

1 (4) \$1,260,000 of the fiscal year 2002 general fund--state
2 appropriation, \$1,248,000 of the fiscal year 2003 general fund--state
3 appropriation, and \$4,196,000 of the violence reduction and drug
4 enforcement account appropriation are provided solely for the family
5 policy council and community public health and safety networks. The
6 funding level for the family policy council and community public health
7 and safety networks represents a 25 percent reduction below the funding
8 level for the 1999-2001 biennium. Funding levels shall be reduced 25
9 percent for both the family policy council and network grants.
10 Reductions to network grants shall be allocated so as to maintain
11 current funding levels, to the greatest extent possible, for projects
12 with the strongest evidence of positive outcomes and for networks with
13 substantial compliance with contracts for network grants.

14 (5) \$2,215,000 of the fiscal year 2002 general fund--state
15 appropriation, \$4,394,000 of the fiscal year 2003 general fund--state
16 appropriation, and \$5,604,000 of the general fund--federal
17 appropriation are provided solely for reducing the average caseload
18 level per case-carrying social worker. Average caseload reductions are
19 intended to increase the amount of time social workers spend in direct
20 contact with the children, families, and foster parents involved with
21 their open cases. The department shall use some of the funds provided
22 in several local offices to increase staff that support case-carrying
23 social workers in ways that will allow social workers to increase
24 direct contact time with children, families, and foster parents. To
25 achieve the goal of reaching an average caseload ratio of 1:24 by the
26 end of fiscal year 2003, the department shall develop a plan for
27 redeploying 30 FTEs to case-carrying social worker and support
28 positions from other areas in the children and family services budget.
29 The FTE redeployment plan shall be submitted to the fiscal committees
30 of the legislature by December 1, 2001.

31 (6) \$1,200,000 of the fiscal year 2002 general fund--state
32 appropriation and \$1,200,000 of the fiscal year 2003 general fund--
33 state appropriation are provided solely for increasing foster parent
34 respite care services that improve the retention of foster parents and
35 increase the stability of foster placements. The department shall
36 report quarterly to the appropriate committees of the legislature
37 progress against appropriate baseline measures for foster parent
38 retention and stability of foster placements.

1 (7) \$1,050,000 of the general fund--federal appropriation is
 2 provided solely for increasing kinship care placements for children who
 3 otherwise would likely be placed in foster care. These funds shall be
 4 used for extraordinary costs incurred by relatives at the time of
 5 placement, or for extraordinary costs incurred by relatives after
 6 placement if such costs would likely cause a disruption in the kinship
 7 care placement. \$50,000 of the funds provided shall be contracted to
 8 the Washington institute for public policy to conduct a study of
 9 kinship care placements. The study shall examine the prevalence and
 10 needs of families who are raising related children and shall compare
 11 services and policies of Washington state with other states that have
 12 a higher rate of kinship care placements in lieu of foster care
 13 placements. The study shall identify possible changes in services and
 14 policies that are likely to increase appropriate kinship care
 15 placements.

16 (8) \$3,033,000 of the fiscal year 2002 general fund--state
 17 appropriation, \$6,567,000 of the fiscal year 2003 general fund--state
 18 appropriation, and \$3,999,000 of the general fund--federal
 19 appropriation are provided solely for increases in the cost per case
 20 for foster care and adoption support. Within these amounts the
 21 department shall increase the basic rate for foster care to an average
 22 of \$415 per month on July 1, 2001, and to an average of \$425 per month
 23 on July 1, 2002. The department shall use the remaining funds provided
 24 in this subsection to pay for increases in the cost per case for foster
 25 care and adoption support. The department shall seek to control rate
 26 increases and reimbursement decisions for foster care and adoption
 27 support cases such that the cost per case for family foster care, group
 28 care, receiving homes, and adoption support does not exceed the amount
 29 assumed in the projected caseload expenditures plus the amounts
 30 provided in this subsection.

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

33 (1) COMMUNITY SERVICES

34	General Fund--State Appropriation (FY 2002) . . . \$	35,887,000
35	General Fund--State Appropriation (FY 2003) . . . \$	37,109,000
36	General Fund--Federal Appropriation \$	14,612,000
37	General Fund--Private/Local Appropriation \$	380,000
38	Juvenile Accountability Incentive	

1	Account--Federal Appropriation	\$	9,361,000
2	Public Safety and Education		
3	Account--State Appropriation	\$	6,196,000
4	Violence Reduction and Drug Enforcement Account--		
5	State Appropriation	\$	21,972,000
6	TOTAL APPROPRIATION	\$	125,517,000

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

9 (a) \$686,000 of the violence reduction and drug enforcement account
10 appropriation is provided solely for deposit in the county criminal
11 justice assistance account for costs to the criminal justice system
12 associated with the implementation of chapter 338, Laws of 1997
13 (juvenile code revisions). The amounts provided in this subsection are
14 intended to provide funding for county adult court costs associated
15 with the implementation of chapter 338, Laws of 1997 and shall be
16 distributed in accordance with RCW 82.14.310.

17 (b) \$5,980,000 of the violence reduction and drug enforcement
18 account appropriation is provided solely for the implementation of
19 chapter 338, Laws of 1997 (juvenile code revisions). The amounts
20 provided in this subsection are intended to provide funding for county
21 impacts associated with the implementation of chapter 338, Laws of 1997
22 and shall be distributed to counties as prescribed in the current
23 consolidated juvenile services (CJS) formula.

24 (c) \$1,161,000 of the general fund--state appropriation for fiscal
25 year 2002, \$1,162,000 of the general fund--state appropriation for
26 fiscal year 2003, and \$5,190,000 of the violence reduction and drug
27 enforcement account appropriation are provided solely to implement
28 community juvenile accountability grants pursuant to chapter 338, Laws
29 of 1997 (juvenile code revisions). Funds provided in this subsection
30 may be used solely for community juvenile accountability grants,
31 administration of the grants, and evaluations of programs funded by the
32 grants.

33 (d) \$2,515,000 of the violence reduction and drug enforcement
34 account appropriation is provided solely to implement alcohol and
35 substance abuse treatment programs for locally committed offenders.
36 The juvenile rehabilitation administration shall award these moneys on
37 a competitive basis to counties that submitted a plan for the provision
38 of services approved by the division of alcohol and substance abuse.
39 The juvenile rehabilitation administration shall develop criteria for

1 evaluation of plans submitted and a timeline for awarding funding and
2 shall assist counties in creating and submitting plans for evaluation.

3 (e) \$100,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$100,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for juvenile rehabilitation
6 administration to contract with the institute for public policy for
7 responsibilities assigned in chapter 338, Laws of 1997 (juvenile code
8 revisions).

9 (f) \$100,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$100,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely for a contract for expanded
12 services of the teamchild project.

13 (g) \$423,000 of the general fund--state appropriation for fiscal
14 year 2002, \$924,000 of the general fund--state appropriation for fiscal
15 year 2003, \$174,000 of the general fund--federal appropriation,
16 \$196,000 of the public safety and education assistance account
17 appropriation, and \$691,000 of the violence reduction and drug
18 enforcement account appropriation are provided solely to increase
19 payment rates for contracted service providers. It is the
20 legislature's intent that these amounts be used primarily to increase
21 compensation for persons employed in direct, front-line service
22 delivery.

23 (h) \$16,000 of the general fund--state appropriation for fiscal
24 year 2002 and \$16,000 of the general fund--state appropriation for
25 fiscal year 2003 are provided solely for the implementation of chapter
26 167, Laws of 1999 (firearms on school property). The amounts provided
27 in this subsection are intended to provide funding for county impacts
28 associated with the implementation of chapter 167, Laws of 1999, and
29 shall be distributed to counties as prescribed in the current
30 consolidated juvenile services (CJS) formula.

31 (i) \$3,441,000 of the general fund--state appropriation for fiscal
32 year 2002 and \$3,441,000 of the general fund--state appropriation for
33 fiscal year 2003 are provided solely for distribution to county
34 juvenile court administrators to fund the costs of processing truancy,
35 children in need of services, and at-risk youth petitions. The
36 department shall not retain any portion of these funds to cover
37 administrative or any other departmental costs. The department, in
38 conjunction with the juvenile court administrators, shall develop an
39 equitable funding distribution formula. The formula shall neither

1 reward counties with higher than average per-petition processing costs
2 nor shall it penalize counties with lower than average per-petition
3 processing costs.

4 (j) \$6,000,000 of the public safety and education account--state
5 appropriation is provided solely for distribution to county juvenile
6 court administrators to fund the costs of processing truancy, children
7 in need of services, and at-risk youth petitions. To the extent that
8 distributions made under (i) and (j) of this subsection and pursuant to
9 section 801 of this act exceed actual costs of processing truancy,
10 children in need of services, and at-risk youth petitions, the
11 department, in consultation with the respective juvenile court
12 administrator and the county, may approve expenditure of funds provided
13 in this subsection on other costs of the civil or criminal justice
14 system. When this occurs, the department shall notify the office of
15 financial management and the legislative fiscal committees. The
16 department shall not retain any portion of these funds to cover
17 administrative or any other departmental costs. The department, in
18 conjunction with the juvenile court administrators, shall develop an
19 equitable funding distribution formula. The formula shall neither
20 reward counties with higher than average per-petition processing costs
21 nor shall it penalize counties with lower than average per-petition
22 processing costs.

23 (k) The distributions made under (i) and (j) of this subsection and
24 distributions from the county criminal justice assistance account made
25 pursuant to section 801 of this act constitute appropriate
26 reimbursement for costs for any new programs or increased level of
27 service for purposes of RCW 43.135.060.

28 (l) Each quarter during the 2001-03 fiscal biennium, each county
29 shall report the number of petitions processed and the total actual
30 costs of processing the petitions in each of the following categories:
31 Truancy, children in need of services, and at-risk youth. Counties
32 shall submit the reports to the department no later than 45 days after
33 the end of the quarter. The department shall forward this information
34 to the chair and ranking minority member of the house of
35 representatives appropriations committee and the senate ways and means
36 committee no later than 60 days after a quarter ends. These reports
37 are deemed informational in nature and are not for the purpose of
38 distributing funds.

1 (m) \$1,692,000 of the juvenile accountability incentive account--
2 federal appropriation is provided solely for the continued
3 implementation of a pilot program to provide for postrelease planning
4 and treatment of juvenile offenders with co-occurring disorders.

5 (o) \$31,000 of the violence reduction and drug enforcement account
6 appropriation is provided solely for the evaluation of the juvenile
7 offender co-occurring disorder pilot program implemented pursuant to
8 (m) of this subsection.

9 (p) \$900,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$900,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely for the continued implementation
12 of the juvenile violence prevention grant program established in
13 section 204, chapter 309, Laws of 1999.

14 (q) \$33,000 of the general fund--state appropriation for fiscal
15 year 2002 and \$29,000 of the general fund--state appropriation for
16 fiscal year 2003 are provided solely for the implementation of Senate
17 Bill No. 5454 (juvenile offender basic training). If the bill is not
18 enacted by June 30, 2001, the amounts provided in this subsection shall
19 lapse.

20 (r) \$13,000 of the general fund--state appropriation for fiscal
21 year 2002 and \$26,000 of the general fund--state appropriation for
22 fiscal year 2003 are provided solely for the implementation of Senate
23 Bill No. 5468 (chemical dependency). If the bill is not enacted by
24 June 30, 2001, the amounts provided in this subsection shall lapse.

25 (2) INSTITUTIONAL SERVICES

26	General Fund--State Appropriation (FY 2002)	\$	48,309,000
27	General Fund--State Appropriation (FY 2003)	\$	50,383,000
28	General Fund--Federal Appropriation	\$	14,000
29	General Fund--Private/Local Appropriation	\$	740,000
30	Violence Reduction and Drug Enforcement Account--		
31	State Appropriation	\$	15,280,000
32	TOTAL APPROPRIATION	\$	114,726,000

33 The appropriations in this subsection are subject to the following
34 conditions and limitations: \$40,000 of the general fund--state
35 appropriation for fiscal year 2002 and \$84,000 of the general fund--
36 state appropriation for fiscal year 2003 are provided solely to
37 increase payment rates for contracted service providers. It is the
38 legislature's intent that these amounts be used primarily to increase

1 compensation for persons employed in direct, front-line service
2 delivery.

3 (3) PROGRAM SUPPORT

4	General Fund--State Appropriation (FY 2002) . . . \$	1,747,000
5	General Fund--State Appropriation (FY 2003) . . . \$	1,773,000
6	General Fund--Federal Appropriation \$	314,000
7	Juvenile Accountability Incentive Account--Federal	
8	Appropriation \$	1,100,000
9	Violence Reduction and Drug Enforcement Account--	
10	State Appropriation \$	421,000
11	TOTAL APPROPRIATION \$	5,355,000

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

14 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

15	General Fund--State Appropriation (FY 2002) . . . \$	190,789,000
16	General Fund--State Appropriation (FY 2003) . . . \$	195,184,000
17	General Fund--Federal Appropriation \$	340,471,000
18	General Fund--Local Appropriation \$	5,733,000
19	Health Services Account Appropriation \$	2,450,000
20	TOTAL APPROPRIATION \$	734,627,000

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

23 (a) Regional support networks shall use portions of the general
24 fund--state appropriation for implementation of working agreements with
25 the vocational rehabilitation program which will maximize the use of
26 federal funding for vocational programs.

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

33 (c) \$388,000 of the general fund--state appropriation for fiscal
34 year 2002, \$1,927,000 of the general fund--state appropriation for
35 fiscal year 2003, and \$2,349,000 of the general fund--federal
36 appropriation are provided solely for development and operation of
37 community residential and support services for persons who would

1 otherwise be served in the state psychiatric hospitals. In the event
2 that enough patients are not transitioned or diverted from the state
3 hospitals to close at least two hospital wards by July 2002, and two
4 additional wards by April 2003, a proportional share of these funds
5 shall be transferred to the appropriations in subsection (2) of this
6 section to support continued care of the patients in the state
7 hospitals. Primary responsibility and accountability for provision of
8 appropriate community support for persons who would otherwise require
9 long-term state hospital care shall reside with the mental health
10 program and the regional support networks, with partnership and active
11 support from the alcohol and substance abuse and from the aging and
12 adult services programs. The department shall negotiate performance-
13 based incentive contracts with those regional support networks which
14 have the most viable plans for providing appropriate community support
15 services for significant numbers of persons from their area who would
16 otherwise be served in the state hospitals. The funds appropriated in
17 this subsection shall be allocated to regional support networks in
18 accordance with the incentive payment provisions of Substitute Senate
19 Bill No. 5583, rather than according to the standard allocation formula
20 applied in accordance with RCW 71.24.035(13)(a).

21 (d) At least \$1,000,000 of the federal block grant funding
22 appropriated in this subsection shall be used for (i) initial
23 development, training, and operation of the community support teams
24 which will work with long-term state hospital residents prior and
25 subsequent to their return to the community; and (ii) development of
26 support strategies which will reduce the unnecessary and excessive use
27 of state and local hospitals for short-term crisis stabilization
28 services. Such strategies may include training and technical
29 assistance to community long-term care and substance abuse providers;
30 the development of diversion beds and stabilization support teams;
31 examination of state hospital policies regarding admissions; and the
32 development of new contractual standards to assure that the statutory
33 requirement that 85 percent of short-term detentions be managed locally
34 is being fulfilled. The department shall report to the fiscal and
35 policy committees of the legislature on the results of these efforts by
36 November 1, 2001, and again by November 1, 2002.

37 (e) The department is authorized to implement a new formula for
38 allocating available resources among the regional support networks.
39 The distribution formula shall use the number of persons eligible for

1 the state medical programs funded under chapter 74.09 RCW as the
2 primary measure of the population factors which are to be considered in
3 accordance with RCW 71.24.035(13)(a). The new formula shall be phased
4 in over a period of no less than four years. Furthermore, the
5 department shall increase the medicaid capitation rates which a
6 regional support network would otherwise receive under the formula by
7 an amount sufficient to assure that total funding allocated to the
8 regional support network in fiscal year 2002 increases by up to 2.1
9 percent over the amount actually paid to that regional support network
10 in fiscal year 2001, and by up to an additional 2.3 percent in fiscal
11 year 2003, if total funding to the regional support network would
12 otherwise increase by less than those percentages under the new
13 formula, and provided that the nonfederal share of the higher medicaid
14 payment rate is provided by the regional support network from local
15 funds.

16 (f) Within funds appropriated in this subsection, the department
17 shall contract with the Clark county regional support network for
18 development and operation of a project demonstrating collaborative
19 methods for providing intensive mental health services in the school
20 setting for severely emotionally disturbed children who are medicaid
21 eligible. Project services are to be delivered by teachers and
22 teaching assistants who qualify as, or who are under the supervision
23 of, mental health professionals meeting the requirements of chapter
24 275-57 WAC. The department shall increase medicaid payments to the
25 regional support network by the amount necessary to cover the necessary
26 and allowable costs of the demonstration, not to exceed the upper
27 payment limit specified for the regional support network in the
28 department's medicaid waiver agreement with the federal government
29 after meeting all other medicaid spending requirements assumed in this
30 subsection. The regional support network shall provide the department
31 with (i) periodic reports on project service levels, methods, and
32 outcomes; and (ii) an intergovernmental transfer equal to the state
33 share of the increased medicaid payment provided for operation of this
34 project.

35 (g) The health services account appropriation is provided solely
36 for implementation of strategies which the department and the affected
37 regional support networks conclude will best assure continued
38 availability of community-based inpatient psychiatric services in all
39 areas of the state. Such strategies may include, but are not limited

1 to, emergency contracts for continued operation of inpatient facilities
 2 otherwise at risk of closure because of demonstrated uncompensated
 3 care; start-up grants for development of evaluation and treatment
 4 facilities; and increases in the rate paid for inpatient psychiatric
 5 services for medically indigent and/or general assistance for the
 6 unemployed patients. The funds provided in this subsection must be:
 7 (i) Prioritized for use in those areas of the state which are at
 8 greatest risk of lacking sufficient inpatient psychiatric treatment
 9 capacity, rather than being distributed on a formula basis; (ii)
 10 prioritized for use by those hospitals which do not receive low-income
 11 disproportionate share hospital payments as of the date of application
 12 for funding; and (iii) matched on a one-quarter local, three-quarters
 13 state basis by funding from the regional support network or networks in
 14 the area in which the funds are expended. The funds provided in this
 15 subsection shall not be considered "available resources" as defined in
 16 RCW 71.24.025 and are not subject to the distribution formula
 17 established pursuant to RCW 71.24.035.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 2002) \$	83,964,000
20	General Fund--State Appropriation (FY 2003) \$	81,377,000
21	General Fund--Federal Appropriation \$	138,694,000
22	General Fund--Private/Local Appropriation \$	29,289,000
23	TOTAL APPROPRIATION \$	333,324,000

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

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

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

32 (c) The department shall seek to reduce the census of the two state
 33 psychiatric hospitals by 120 beds by April 2003 by arranging and
 34 providing community residential, mental health, and other support
 35 services for long-term state hospital patients whose treatment needs
 36 would be better served by a community placement. No such patient is to
 37 move from the hospital until a team of community professionals has
 38 become familiar with the person and their treatment plan; assessed

1 their strengths, preferences, and needs; arranged a safe, clinically-
2 appropriate, and stable place for them to live; assured that other
3 needed medical, behavioral, and social services are in place; and is
4 contracted to monitor the person's progress on an ongoing basis. The
5 department and the regional support networks shall endeavor to assure
6 that hospital patients are able to return to their area of origin, and
7 that placements are not concentrated in proximity to the hospitals.

8 (d) The department shall develop and implement a transition plan
9 for state employees dislocated by the reduction in state hospital
10 population. The plan shall be tailored to the situations of individual
11 workers and shall include strategies such as individual employment
12 counseling through the departments of personnel and employment
13 security; retraining and placement into other state jobs; assignment of
14 state employees to private contractors; and assistance establishing
15 private community services programs.

16 (e) For each month subsequent to the month in which a state
17 hospital bed has been closed in accordance with (c) of this subsection,
18 the mental health program shall transfer to the medical assistance
19 program state funds equal to the state share of the monthly per capita
20 expenditure amount estimated for categorically needy-disabled persons
21 in the most recent forecast of medical assistance expenditures.

22 (f) The department shall report to the appropriate committees of
23 the legislature by November 1, 2001, and by November 1, 2002, on its
24 plans for and progress toward achieving the objectives set forth in (c)
25 and (d) of this subsection.

26 (3) CIVIL COMMITMENT

27	General Fund--State Appropriation (FY 2002) . . . \$	17,586,000
28	General Fund--State Appropriation (FY 2003) . . . \$	19,241,000
29	TOTAL APPROPRIATION \$	36,827,000

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

32 (a) \$1,049,000 of the general fund--state appropriation for fiscal
33 year 2002 and \$1,592,000 of the general fund--state appropriation for
34 fiscal year 2003 are provided solely for operational costs associated
35 with a less restrictive step-down placement facility on McNeil Island.

36 (b) By October 1, 2001, the department shall report to the office
37 of financial management and the fiscal committees of the house of
38 representatives and senate detailing information on plans for

1 increasing the efficiency of staffing patterns at the new civil
2 commitment center facility being constructed on McNeil Island.

3 (c) Funding provided in this subsection is sufficient to implement
4 Senate Bill No. 6151 (high risk sex offenders in the civil commitment
5 and criminal justice systems).

6 (4) SPECIAL PROJECTS

7	General Fund--State Appropriation (FY 2002) . . . \$	444,000
8	General Fund--State Appropriation (FY 2003) . . . \$	443,000
9	General Fund--Federal Appropriation \$	2,082,000
10	TOTAL APPROPRIATION \$	2,969,000

11 (5) PROGRAM SUPPORT

12	General Fund--State Appropriation (FY 2002) . . . \$	2,811,000
13	General Fund--State Appropriation (FY 2003) . . . \$	2,855,000
14	General Fund--Federal Appropriation \$	5,110,000
15	TOTAL APPROPRIATION \$	10,776,000

16 The appropriations in this subsection are subject to the following
17 conditions and limitations: \$100,000 of the general fund--state
18 appropriation for fiscal year 2002, \$100,000 of the general fund--state
19 appropriation for fiscal year 2003, and \$126,000 of the general fund--
20 federal appropriation are provided solely for the institute for public
21 policy to evaluate the impacts of chapter 214, Laws of 1999 (mentally
22 ill offenders) and chapter 297, Laws of 1998 (commitment of mentally
23 ill persons).

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

26 (1) COMMUNITY SERVICES

27	General Fund--State Appropriation (FY 2002) . . . \$	231,750,000
28	General Fund--State Appropriation (FY 2003) . . . \$	243,151,000
29	General Fund--Federal Appropriation \$	397,095,000
30	Health Services Account--State Appropriation . . \$	741,000
31	TOTAL APPROPRIATION \$	872,737,000

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

34 (a) The health services account appropriation and \$753,000 of the
35 general fund--federal appropriation are provided solely for health care
36 benefits for home care workers with family incomes below 200 percent of

1 the federal poverty level who are employed through state contracts for
2 twenty hours per week or more. Premium payments for individual
3 provider home care workers shall be made only to the subsidized basic
4 health plan. Home care agencies may obtain coverage either through the
5 basic health plan or through an alternative plan with substantially
6 equivalent benefits.

7 (b) \$902,000 of the general fund--state appropriation for fiscal
8 year 2002, \$3,372,000 of the general fund--state appropriation for
9 fiscal year 2003, and \$4,056,000 of the general fund--federal
10 appropriation are provided solely for community services for residents
11 of residential habilitation centers (RHCs) who are able to be
12 adequately cared for in community settings and who choose to live in
13 those community settings. The department shall ensure that the average
14 cost per day for all program services other than start-up costs shall
15 not exceed \$280. If the number and timing of residents choosing to
16 move into community settings is not sufficient to achieve the RHC
17 cottage consolidation plan assumed in the appropriations in subsection
18 (2) of this section, the department shall transfer sufficient
19 appropriations from this subsection to subsection (2) of this section
20 to cover the added costs incurred in the RHCs. The department shall
21 report to the appropriate committees of the legislature, within 45 days
22 following each fiscal year quarter, the number of residents moving into
23 community settings and the actual expenditures for all community
24 services to support those residents.

25 (c) \$1,440,000 of the general fund--state appropriation for fiscal
26 year 2002, \$3,041,000 of the general fund--state appropriation for
27 fiscal year 2003, and \$4,311,000 of the general fund--federal
28 appropriation are provided solely for expanded community services for
29 persons with developmental disabilities who also have community
30 protection issues or are diverted or discharged from state psychiatric
31 hospitals. The department shall ensure that the average cost per day
32 for all program services other than start-up costs shall not exceed
33 \$275. The department shall report to the appropriate committees of the
34 legislature, within 45 days following each fiscal year quarter, the
35 number of persons served with these additional community services,
36 where they were residing, what kinds of services they were receiving
37 prior to placement, and the actual expenditures for all community
38 services to support these clients.

1 (d) \$1,005,000 of the general fund--state appropriation for fiscal
2 year 2002, \$2,262,000 of the general fund--state appropriation for
3 fiscal year 2003, and \$2,588,000 of the general fund--federal
4 appropriation are provided solely for increasing case/resource
5 management resources to improve oversight and quality of care for
6 persons enrolled in the medicaid home and community services waiver for
7 persons with developmental disabilities. The department shall not
8 increase enrollment in the waiver except for increases assumed in
9 additional funding provided in subsections (b) and (c) of this section.

10 (e) \$1,000,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$1,000,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely for employment, or other day
13 activities and training programs, for young adults with developmental
14 disabilities who complete their high school curriculum in 2001 or 2002.
15 These services are intended to assist with the transition to work and
16 more independent living. Funding shall be used to the greatest extent
17 possible for vocational rehabilitation services matched with federal
18 funding. In recent years, the state general fund appropriation for
19 employment and day programs has been underspent. These surpluses,
20 built into the carry forward level budget, shall be redeployed for high
21 school transition services.

22 (f) \$500,000 of the general fund--state appropriation for fiscal
23 year 2002 and \$500,000 of the general fund--state appropriation for
24 fiscal year 2003 are provided solely to expand access to family support
25 for families below 150 percent of state median family income. This
26 amount will provide family support services to an additional 380
27 families per year. This expanded family support capacity shall not be
28 funded through the medicaid waiver. The department shall report to the
29 fiscal committees of the legislature by December 1, 2001,
30 recommendations for the design of a family support waiver.
31 Recommendations shall include ways to expand access to family support
32 while clarifying and distinguishing eligibility criteria for the
33 existing medicaid waiver.

34 (g) \$369,000 of the fiscal year 2002 general fund--state
35 appropriation and \$369,000 of the fiscal year 2003 general fund--state
36 appropriation are provided solely for continuation of the autism pilot
37 project started in 1999.

38 (h) \$50,000 of the fiscal year 2002 general fund--state
39 appropriation and \$50,000 of the fiscal year 2003 general fund--state

1 appropriation are provided solely for increasing the contract amount
 2 for the southwest Washington deaf and hard of hearing services center
 3 due to increased workload.

4 (i) \$4,049,000 of the general fund--state appropriation for fiscal
 5 year 2002, \$1,734,000 of the general fund--state appropriation for
 6 fiscal year 2003, and \$5,369,000 of the general fund--federal
 7 appropriation are provided solely to increase compensation by an
 8 average of fifty cents per hour for low-wage workers providing state-
 9 funded services to persons with developmental disabilities. These
 10 funds, along with funding provided for vendor rate increases, are
 11 sufficient to raise wages an average of fifty cents and cover the
 12 employer share of unemployment and social security taxes on the amount
 13 of the wage increase. In consultation with the statewide associations
 14 representing such agencies, the department shall establish a mechanism
 15 for testing the extent to which funds have been used for this purpose,
 16 and report the results to the fiscal committees of the legislature by
 17 February 1, 2002.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 2002) . . . \$	71,946,000
20	General Fund--State Appropriation (FY 2003) . . . \$	69,303,000
21	General Fund--Federal Appropriation \$	145,610,000
22	General Fund--Private/Local Appropriation \$	10,230,000
23	TOTAL APPROPRIATION \$	297,089,000

24 (3) PROGRAM SUPPORT

25	General Fund--State Appropriation (FY 2002) . . . \$	2,756,000
26	General Fund--State Appropriation (FY 2003) . . . \$	2,779,000
27	General Fund--Federal Appropriation \$	2,077,000
28	TOTAL APPROPRIATION \$	7,612,000

29 (4) SPECIAL PROJECTS

30	General Fund--Federal Appropriation \$	11,995,000
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31 **NEW SECTION. Sec. 206. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
 32 **SERVICES--AGING AND ADULT SERVICES PROGRAM**

33	General Fund--State Appropriation (FY 2002) . . . \$	518,037,000
34	General Fund--State Appropriation (FY 2003) . . . \$	529,342,000
35	General Fund--Federal Appropriation \$	1,068,952,000
36	General Fund--Private/Local Appropriation \$	4,324,000
37	Health Services Account--State Appropriation . . \$	4,523,000

1 TOTAL APPROPRIATION \$ 2,125,178,000

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

4 (1) The entire health services account appropriation, \$1,210,000 of
5 the general fund--state appropriation for fiscal year 2002, \$1,423,000
6 of the general fund--state appropriation for fiscal year 2003, and
7 \$6,794,000 of the general fund--federal appropriation are provided
8 solely for health care benefits for home care workers who are employed
9 through state contracts for at least twenty hours per week. Premium
10 payments for individual provider home care workers shall be made only
11 to the subsidized basic health plan, and only for persons with incomes
12 below 200 percent of the federal poverty level. Home care agencies may
13 obtain coverage either through the basic health plan or through an
14 alternative plan with substantially equivalent benefits.

15 (2) \$1,710,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$1,752,000 of the general fund--state appropriation for
17 fiscal year 2003, plus the associated vendor rate increase for each
18 year, are provided solely for operation of the volunteer chore services
19 program.

20 (3) For purposes of implementing chapter 74.46 RCW, the weighted
21 average nursing facility payment rate for fiscal year 2002 shall be no
22 more than \$12.23 for the capital portion of the rate and no more than
23 \$115.29 for the noncapital portion of the rate. For fiscal year 2003,
24 the weighted average nursing facility payment rate shall be no more
25 than \$12.90 for the capital portion of the rate and no more than
26 \$117.45 for the noncapital portion of the rate.

27 (4) Adult day health services shall not be considered a duplication
28 of services for persons receiving care in long-term care settings
29 licensed under chapter 18.20, 72.36, or 70.128 RCW.

30 (5) Within funds appropriated in this section, the aging and adult
31 services program shall coordinate with and actively support the efforts
32 of the mental health program and of the regional support networks to
33 provide stable community living arrangements for persons with dementia
34 and traumatic brain injuries who have been long-term residents of the
35 state psychiatric hospitals. The aging and adult services program
36 shall report to the health care and fiscal committees of the
37 legislature by November 1, 2001, and by November 1, 2002, on the
38 actions it has taken to achieve this objective.

1 (6) Within funds appropriated in this section, the aging and adult
2 services program shall devise and implement strategies in partnership
3 with the mental health program and the regional support networks to
4 reduce the use of state and local psychiatric hospitals for the short-
5 term stabilization of persons with dementia and traumatic brain
6 injuries. Such strategies may include training and technical
7 assistance to help long-term care providers avoid and manage behaviors
8 which might otherwise result in psychiatric hospitalizations;
9 monitoring long-term care facilities to assure residents are receiving
10 appropriate mental health care and are not being inappropriately
11 medicated or hospitalized; the development of diversion beds and
12 stabilization support teams; and the establishment of systems to track
13 the use of psychiatric hospitals by long-term care providers. The
14 aging and adult services program shall report to the health care and
15 fiscal committees of the legislature by November 1, 2001, and by
16 November 1, 2002, on the actions it has taken to achieve this
17 objective.

18 (7) In accordance with Substitute House Bill No. 1341, the
19 department may implement two medicaid waiver programs for persons who
20 do not qualify for such services as categorically needy, subject to
21 federal approval and the following conditions and limitations:

22 (a) One waiver program shall include coverage of home-based
23 services, and the second shall include coverage of care in community
24 residential facilities. Enrollment in the waiver covering home-based
25 services shall not exceed 150 persons by the end of fiscal year 2002,
26 nor 200 persons by the end of fiscal year 2003. Enrollment in the
27 waiver covering community residential services shall not exceed 500
28 persons by the end of fiscal year 2002, nor 900 persons by the end of
29 fiscal year 2003.

30 (b) For each month of waiver service delivered to a person who was
31 not covered by medicaid prior to their enrollment in the waiver, the
32 aging and adult services program shall transfer to the medical
33 assistance program state and federal funds equal to the monthly per
34 capita expenditure amount, net of drug rebates, estimated for medically
35 needy-aged persons in the most recent forecast of medical assistance
36 expenditures.

37 (c) The department shall identify the number of medically needy
38 nursing home residents, and enrollment and expenditures on each of the
39 two medically needy waivers, on monthly management reports.

1 (d) The department shall track and report to health care and fiscal
2 committees of the legislature by November 15, 2002, on the types of
3 long-term care support a sample of waiver participants were receiving
4 prior to their enrollment in the waiver, how those services were being
5 paid for, and an assessment of their adequacy.

6 (8) \$50,000 of the general fund--state appropriation for fiscal
7 year 2002 and \$50,000 of the general fund--state appropriation for
8 fiscal year 2003 are provided solely for payments to any nursing
9 facility licensed under chapter 18.51 RCW which meets all of the
10 following criteria: (a) The nursing home entered into an arm's length
11 agreement for a facility lease prior to January 1, 1980; (b) the lessee
12 purchased the leased nursing home after January 1, 1980; and (c) the
13 lessor defaulted on its loan or mortgage for the assets of the home
14 after January 1, 1991, and prior to January 1, 1992. Payments provided
15 pursuant to this subsection shall not be subject to the settlement,
16 audit, or rate-setting requirements contained in chapter 74.46 RCW.

17 (9) \$364,000 of the general fund--state appropriation for fiscal
18 year 2002, \$364,000 of the general fund--state appropriation for fiscal
19 year 2003, and \$740,000 of the general fund--federal appropriation are
20 provided solely for payment of exceptional care rates so that persons
21 with Alzheimer's disease and related dementias who might otherwise
22 require nursing home or state hospital care can instead be served in
23 boarding home-licensed facilities which specialize in the care of such
24 conditions.

25 (10) From funds appropriated in this section, the department shall
26 increase compensation for individual and for agency home care
27 providers. Payments to individual home care providers are to be
28 increased from \$7.18 per hour to \$7.68 per hour on July 1, 2001.
29 Payments to agency providers are to be increased to \$13.29 per hour on
30 July 1, 2001, and to \$13.42 per hour on July 1, 2002. All but 17 cents
31 per hour of the July 1, 2001, increase to agency providers is to be
32 used to increase wages for direct care workers. The appropriations in
33 this section also include the funds needed for the employer share of
34 unemployment and social security taxes on the amount of the wage
35 increase required by this subsection.

36 (11) \$2,507,000 of the general fund--state appropriation for fiscal
37 year 2002, \$2,595,000 of the general fund--state appropriation for
38 fiscal year 2003, and \$5,100,000 of the general fund--federal
39 appropriation are provided solely to increase compensation by an

1 average of fifty cents per hour for low-wage workers in agencies which
 2 contract with the state to provide community residential services for
 3 persons with functional disabilities. In consultation with the
 4 statewide associations representing such agencies, the department shall
 5 establish a mechanism for testing the extent to which funds have been
 6 used for this purpose, and report the results to the fiscal committees
 7 of the legislature by February 1, 2002. The amounts in this subsection
 8 also include the funds needed for the employer share of unemployment
 9 and social security taxes on the amount of the wage increase.

10 (12) \$2,945,000 of the general fund--state appropriation for fiscal
 11 year 2002, \$2,948,000 of the general fund--state appropriation for
 12 fiscal year 2003, and \$5,915,000 of the general fund--federal
 13 appropriation are provided solely to increase compensation by an
 14 average of fifty cents per hour for low-wage workers in nursing homes
 15 which contract with the state. The department shall adjust the direct
 16 care rate which would otherwise be paid to each nursing facility in
 17 accordance with chapter 74.46 RCW by an amount sufficient to accomplish
 18 this purpose. In consultation with the statewide associations
 19 representing nursing facilities, the department shall establish a
 20 mechanism for testing the extent to which funds have been used for this
 21 purpose, and report the results to the fiscal committees of the
 22 legislature by February 1, 2002.

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

25	General Fund--State Appropriation (FY 2002) . . .	\$	436,768,000
26	General Fund--State Appropriation (FY 2003) . . .	\$	425,584,000
27	General Fund--Federal Appropriation	\$	1,356,998,000
28	General Fund--Private/Local Appropriation	\$	31,788,000
29	TOTAL APPROPRIATION	\$	2,251,138,000

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

32 (1) \$282,081,000 of the general fund--state appropriation for
 33 fiscal year 2002, \$278,277,000 of the general fund--state appropriation
 34 for fiscal year 2003, \$1,254,197,000 of the general fund--federal
 35 appropriation, and \$29,352,000 of the general fund--local appropriation
 36 are provided solely for the WorkFirst program and child support
 37 operations. WorkFirst expenditures include TANF grants, diversion
 38 services, subsidized child care, employment and training, other

1 WorkFirst related services, allocated field services operating costs,
2 and allocated economic services program administrative costs. Within
3 the amounts provided in this subsection, the department shall:

4 (a) Continue to implement WorkFirst program improvements that are
5 designed to achieve progress against outcome measures specified in RCW
6 74.08A.410. Valid outcome measures of job retention and wage
7 progression shall be developed and reported quarterly to appropriate
8 fiscal and policy committees of the legislature for families who leave
9 assistance, measured after 12 months, 24 months, and 36 months. An
10 increased attention to job retention and wage progression is necessary
11 to emphasize the legislature's goal that the WorkFirst program succeed
12 in helping recipients gain long-term economic independence and not
13 cycle on and off public assistance. The wage progression measure shall
14 report the median percentage increase in quarterly earnings and hourly
15 wage after 12 months, 24 months, and 36 months. The wage progression
16 report shall also report the percent with earnings above one hundred
17 percent and two hundred percent of the federal poverty level. The
18 report shall compare former WorkFirst participants with similar workers
19 who did not participate in WorkFirst. The department shall also report
20 the percentage of families who have returned to temporary assistance
21 for needy families after 12 months, 24 months, and 36 months.

22 (b) Develop informational materials that educate families about the
23 difference between cash assistance and work support benefits. These
24 materials must explain, among other facts, that the benefits are
25 designed to support their employment, that there are no time limits on
26 the receipt of work support benefits, and that immigration or residency
27 status will not be affected by the receipt of benefits. These
28 materials shall be posted in all community service offices and
29 distributed to families. Materials must be available in multiple
30 languages. When a family leaves the temporary assistance for needy
31 families program, receives cash diversion assistance, or withdraws a
32 temporary assistance for needy families application, the department of
33 social and health services shall educate them about the difference
34 between cash assistance and work support benefits and offer them the
35 opportunity to begin or to continue receiving work support benefits, so
36 long as they are eligible. The department shall provide this
37 information through in-person interviews, over the telephone, and/or
38 through the mail. Work support benefits include food stamps, medicaid
39 for all family members, medicaid or state children's health insurance

1 program for children, and child care assistance. The department shall
2 report annually to the legislature the number of families who have had
3 exit interviews, been reached successfully by phone, and been sent
4 mail. The report shall also include the percentage of families who
5 elect to continue each of the benefits and the percentage found
6 ineligible by each substantive reason code. A substantive reason code
7 shall not be "other." The report shall identify barriers to informing
8 families about work support benefits and describe existing and future
9 actions to overcome such barriers.

10 (c) From the amounts provided in this subsection, provide \$50,000
11 from the general fund--state appropriation for fiscal year 2002 and
12 \$50,000 from the general fund--state appropriation for fiscal year 2003
13 to the Washington institute for public policy for continuation of the
14 WorkFirst evaluation database.

15 (d) The department shall submit a report to the appropriate
16 committees of the legislature, by December 1, 2001, showing a spending
17 plan for the WorkFirst program that identifies how spending levels
18 expected in the 2001-2003 biennium shall be adjusted by June 30, 2003,
19 to be sustainable within available federal grant levels and the carry
20 forward level of state funds.

21 (2) \$48,341,000 of the general fund--state appropriation for fiscal
22 year 2002 and \$48,341,000 of the general fund--state appropriation for
23 fiscal year 2003 are provided solely for cash assistance and other
24 services to recipients in the general assistance--unemployable program.
25 Within these amounts, the department may expend funds for services that
26 assist recipients to reduce their dependence on public assistance,
27 provided that expenditures for these services and cash assistance do
28 not exceed the funds provided.

29 (3) \$5,632,000 of the general fund--state appropriation for fiscal
30 year 2002 and \$5,632,000 of the general fund--state appropriation for
31 fiscal year 2003 are provided solely for the food assistance program
32 for legal immigrants. The level of benefits shall be equivalent to the
33 benefits provided by the federal food stamp program.

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

36	General Fund--State Appropriation (FY 2002) . . . \$	38,131,000
37	General Fund--State Appropriation (FY 2003) . . . \$	39,023,000
38	General Fund--Federal Appropriation \$	90,903,000

1	General Fund--Private/Local Appropriation \$	723,000
2	Public Safety and Education Account--State	
3	Appropriation \$	11,459,000
4	Violence Reduction and Drug Enforcement Account--	
5	State Appropriation \$	52,510,000
6	TOTAL APPROPRIATION \$	232,749,000

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

9 (1) \$1,610,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$1,622,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely for expansion of 35 drug and
12 alcohol treatment beds for persons committed under RCW 70.96A.140.
13 Patients meeting the commitment criteria of RCW 70.96A.140 but who
14 voluntarily agree to treatment in lieu of commitment shall also be
15 eligible for treatment in these additional treatment beds. The
16 department shall develop specific placement criteria for these expanded
17 treatment beds to ensure that this new treatment capacity is
18 prioritized for persons incapacitated as a result of chemical
19 dependency and who are also high utilizers of hospital services. These
20 additional treatment beds shall be located in the eastern part of the
21 state.

22 (2) \$802,000 of the public safety and education account--state
23 appropriation is provided solely for drug courts that have a net loss
24 of federal grant funding from fiscal year 2001 to fiscal year 2002.
25 The legislature finds that drug courts reduce criminal justice costs
26 for both state and local governments. As with prior appropriations for
27 drug courts, this appropriation is intended to cover approximately one-
28 half of the lost federal funding. It is the intent of the legislature
29 to provide state assistance to counties to cover a part of lost federal
30 funding for drug courts for a maximum of three years.

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

33	General Fund--State Appropriation (FY 2002) . . . \$	1,034,350,000
34	General Fund--State Appropriation (FY 2003) . . . \$	1,160,763,000
35	General Fund--Federal Appropriation \$	3,225,387,000
36	General Fund--Private/Local Appropriation \$	276,147,000
37	Emergency Medical Services and Trauma Care Systems	
38	Trust Account--State Appropriation \$	9,200,000

1 Health Services Account--State Appropriation . . \$ 613,581,000
2 TOTAL APPROPRIATION \$ 6,319,428,000

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

5 (1) The department shall continue to extend medicaid eligibility to
6 children through age 18 residing in households with incomes below 200
7 percent of the federal poverty level.

8 (2) \$4,008,000 of the health services account appropriation in
9 fiscal year 2002, \$4,009,000 of the health services account
10 appropriation in fiscal year 2003, and \$15,032,000 of the general
11 fund--federal appropriation are provided solely for health insurance
12 coverage for children with family incomes between 200 percent and 250
13 percent of the federal poverty level.

14 (3) In determining financial eligibility for medicaid-funded
15 services, the department is authorized to disregard recoveries by
16 Holocaust survivors of insurance proceeds or other assets, as defined
17 in RCW 48.104.030.

18 (4) \$512,000 of the health services account appropriation, \$400,000
19 of the general fund--private/local appropriation, and \$1,676,000 of the
20 general fund--federal appropriation are provided solely for
21 implementation of Second Substitute Senate Bill No. 5820 (breast and
22 cervical cancer treatment). If the bill is not enacted by June 30,
23 2001, or if private funding is not contributed equivalent to the
24 general fund--private/local appropriation, the funds appropriated in
25 this subsection shall lapse.

26 (5) \$800,000 of the health services account appropriation for
27 fiscal year 2002, \$1,600,000 of the health services account
28 appropriation for fiscal year 2003, and \$2,400,000 of the general
29 fund--federal appropriation are provided solely for implementation of
30 a "ticket to work" medicaid buy-in program for working persons with
31 disabilities, operated in accordance with the following conditions:

32 (a) To be eligible, a working person with a disability must have
33 "countable" income which is less than 250 percent of poverty, after not
34 counting the first \$20 per month of earned or unearned income and half
35 of all earned income in excess of the next \$65 per month;

36 (b) Participants shall participate in the cost of the program by
37 paying (i) a monthly enrollment fee equal to twenty-five percent of any
38 unearned income in excess of the medicaid medically needy standard;
39 (ii) a monthly premium equal to that charged enrollees in the basic

1 health plan, if combined earned and unearned income is less than 125
2 percent of poverty; (iii) 2.5 percent of combined earned and unearned
3 income if income is between 125 and 200 percent of poverty; and (iv) 5
4 percent of combined earned and unearned income if income is over 200
5 percent of poverty;

6 (c) The department shall establish more restrictive eligibility
7 standards than specified in this subsection to the extent necessary to
8 operate the program within appropriated funds;

9 (d) The department may require point-of-service copayments as
10 appropriate, except that copayments shall not be so high as to
11 discourage appropriate service utilization, particularly of
12 prescription drugs needed for the treatment of psychiatric conditions;
13 and

14 (e) The department shall establish systems for tracking and
15 reporting enrollment and expenditures in this program, and the prior
16 medical assistance eligibility status of new program enrollees. The
17 department shall additionally survey the prior and current employment
18 status and approximate hours worked of program enrollees, and report
19 the results to the fiscal and health care committees of the legislature
20 by January 15, 2003.

21 (6) From funds appropriated in this section, the department shall
22 design, implement, and evaluate pilot projects to assist individuals
23 with at least three different diseases to improve their health, while
24 reducing total medical expenditures. The projects shall involve (a)
25 identifying persons who are seriously or chronically ill due to a
26 combination of medical, social, and functional problems; and (b)
27 working with the individuals and their care providers to improve
28 adherence to state-of-the-art treatment regimens. The department shall
29 report to the health care and the fiscal committees of the legislature
30 by January 1, 2002, on the particular disease states, intervention
31 protocols, and delivery mechanisms it proposes to test.

32 (7) The department shall report to the fiscal committees of the
33 legislature by October 1, 2001, on baseline cost recoveries and cost
34 avoidance during fiscal years 2000 and 2001 from activities such as
35 coordination of benefits with other third-party payers; utilization
36 review and prior authorization of service delivery; contract
37 monitoring; and provider audits. The report shall also detail the
38 department's plans and quarterly targets for improving that performance
39 during the 2001-03 biennium with the additional resources provided for

1 that purpose under this act. The department shall report again to the
2 fiscal committees by March 1 and September 1, 2002, and by March 1,
3 2003, on actual performance relative to the quarterly targets.

4 (8) Sufficient funds are appropriated in this section for the
5 department to continue full-scope dental coverage and podiatry services
6 for medicaid-eligible adults.

7 (9) The legislature reaffirms that it is in the state's interest
8 for Harborview medical center to remain an economically viable
9 component of the state's health care system.

10 (10) \$80,000 of the general fund--state appropriation for fiscal
11 year 2002, \$80,000 of the general fund--state appropriation for fiscal
12 year 2003, and \$160,000 of the general fund--federal appropriation are
13 provided solely for the newborn referral program to provide access and
14 outreach to reduce infant mortality.

15 (11) \$30,000 of the general fund--state appropriation for fiscal
16 year 2002, \$31,000 of the general fund--state appropriation for fiscal
17 year 2003, and \$62,000 of the general fund--federal appropriation are
18 provided solely for implementation of Substitute Senate Bill No. 6020
19 (dental sealants). If Substitute Senate Bill No. 6020 is not enacted
20 by June 30, 2001, the amounts provided in this subsection shall lapse.

21 (12) \$630,000 of the general fund--state appropriation for fiscal
22 year 2002, \$83,000 of the general fund--state appropriation for fiscal
23 year 2003, and \$724,000 of the general fund--federal appropriation are
24 provided solely for implementation of Senate Bill No. 5430 (children's
25 hair prosthetics). If Senate Bill No. 5430 is not enacted by June 30,
26 2001, the amounts provided in this subsection shall lapse.

27 (13) In accordance with RCW 74.46.625, \$53,613,000 of the health
28 services account appropriation for fiscal year 2002, \$40,399,000 of the
29 health services account appropriation for fiscal year 2003, and
30 \$95,588,000 of the general fund--federal appropriation are provided
31 solely for supplemental payments to nursing homes operated by rural
32 public hospital districts. The payments shall be conditioned upon (a)
33 a contractual commitment by the association of public hospital
34 districts and participating rural public hospital districts to make an
35 intergovernmental transfer to the state treasurer, for deposit into the
36 health services account, equal to at least 90 percent of the fiscal
37 year 2002 supplemental payments and at least 87 percent of the fiscal
38 year 2003 supplemental payments; and (b) a contractual commitment by
39 the participating districts to not allow expenditures covered by the

1 supplemental payments to be used for medicaid nursing home rate-
2 setting. The participating districts shall retain no more than a total
3 of \$20,000,000 for the 2001-03 biennium.

4 (14) \$38,690,000 of the health services account appropriation for
5 fiscal year 2002, \$40,189,000 of the health services account
6 appropriation for fiscal year 2003, and \$80,241,000 of the general
7 fund--federal appropriation are provided solely for additional
8 disproportionate share and medicare upper payment limit payments to
9 public hospital districts. The payments shall be conditioned upon a
10 contractual commitment by the participating public hospital districts
11 to make an intergovernmental transfer to the health services account
12 equal to at least 91 percent of the additional payments. At least 28
13 percent of the amounts retained by the participating hospital districts
14 shall be allocated to the state's teaching hospitals.

15 (15) Upon approval from the federal health care financing
16 administration, the department shall implement the section 1115 family
17 planning waiver to provide family planning services to men and women
18 with family incomes at or below two hundred percent of the federal
19 poverty level.

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

22	General Fund--State Appropriation (FY 2002) . . . \$	11,350,000
23	General Fund--State Appropriation (FY 2003) . . . \$	9,823,000
24	General Fund--Federal Appropriation \$	83,804,000
25	General Fund--Private/Local Appropriation \$	360,000
26	TOTAL APPROPRIATION \$	105,337,000

27 The appropriations in this section are subject to the following
28 conditions and limitations: The division of vocational rehabilitation
29 shall negotiate cooperative interagency agreements with state and local
30 organizations to improve and expand employment opportunities for people
31 with severe disabilities.

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

34	General Fund--State Appropriation (FY 2002) . . . \$	30,592,000
35	General Fund--State Appropriation (FY 2003) . . . \$	29,576,000
36	General Fund--Federal Appropriation \$	50,742,000
37	General Fund--Private/Local Appropriation \$	810,000

1 TOTAL APPROPRIATION \$ 111,720,000

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

4 (1) By November 1, 2001, the secretary shall report to the fiscal
5 committees of the legislature on the actions the secretary has taken,
6 or proposes to take, within current funding levels to resolve the
7 organizational problems identified in the department's February 2001
8 report to the legislature on current systems for billing third-party
9 payers for services delivered by the state psychiatric hospitals. The
10 secretary is authorized to transfer funds from this section to the
11 mental health program to the extent necessary to achieve the
12 organizational improvements recommended in that report.

13 (2) By November 1, 2001, the department shall report to the fiscal
14 committees of the legislature with the least costly plan for assuring
15 that billing and accounting technologies in the state psychiatric
16 hospitals adequately and efficiently comply with standards set by
17 third-party payers. The plan shall be developed with participation by
18 and oversight from the office of financial management, the department's
19 information systems services division, and the department of
20 information services.

21 (3) By September 1, 2001, the department shall report to the fiscal
22 committees of the legislature results from the payment integrity
23 program. The report shall include actual costs recovered and estimated
24 costs avoided for fiscal year 2001. The report shall document criteria
25 and methodology used for determining avoided costs. The department
26 shall provide annual updates to the report to the fiscal committees of
27 the legislature by September 1st of each year for the preceding fiscal
28 year.

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

31	General Fund--State Appropriation (FY 2002) . . .	\$	43,369,000
32	General Fund--State Appropriation (FY 2003) . . .	\$	43,369,000
33	General Fund--Federal Appropriation	\$	25,476,000
34	TOTAL APPROPRIATION	\$	112,214,000

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

36	General Fund--State Appropriation (FY 2002) . . .	\$	6,655,000
37	General Fund--State Appropriation (FY 2003) . . .	\$	6,654,000

1	State Health Care Authority Administrative	
2	Account--State Appropriation	\$ 20,160,000
3	Health Services Account--State Appropriation	\$ 516,557,000
4	General Fund--Federal Appropriation	\$ 47,214,000
5	TOTAL APPROPRIATION	\$ 597,240,000

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

8 (1) \$6,551,000 of the general fund--state appropriation for fiscal
9 year 2002 and \$6,550,000 of the general fund--state appropriation for
10 fiscal year 2003 are provided solely for health care services provided
11 through local community clinics.

12 (2) Within funds appropriated in this section and sections 205 and
13 206 of this 2001 act, the health care authority shall continue to
14 provide an enhanced basic health plan subsidy option for foster parents
15 licensed under chapter 74.15 RCW and workers in state-funded home care
16 programs. Under this enhanced subsidy option, foster parents and home
17 care workers with family incomes below 200 percent of the federal
18 poverty level shall be allowed to enroll in the basic health plan at a
19 cost of twelve dollars and fifty cents per covered worker per month.

20 (3) The health care authority shall require organizations and
21 individuals which are paid to deliver basic health plan services and
22 which choose to sponsor enrollment in the subsidized basic health plan
23 to pay the following: (i) A minimum of twenty dollars per enrollee per
24 month for persons below 100 percent of the federal poverty level; and
25 (ii) a minimum of twenty-five dollars per enrollee per month for
26 persons whose family income is 100 percent to 125 percent of the
27 federal poverty level.

28 (4) \$43,603,000 of the general fund--federal appropriation is
29 provided solely for basic health plan coverage in accordance with a
30 federal waiver, subject to the following terms and conditions: (a)
31 Upon approval of the waiver, the authority shall enter an interagency
32 agreement transferring sufficient amounts of the health services
33 account appropriation to the department of social and health services
34 to support enrollment of all eligible applicants in the state
35 children's health insurance program (SCHIP) without a waiting period;
36 and (b) neither the authority nor the department of social and health
37 services shall commit the state to a waiver agreement which requires
38 the state to modify the basic health plan enrollee copay or copremium
39 schedules in place during plan year 2001.

1 (5) The health care authority shall solicit information from the
 2 United States office of personnel management, health plans, and other
 3 relevant sources, regarding the cost of implementation of mental health
 4 parity by the federal employees health benefits program in 2001. A
 5 progress report shall be provided to the senate and house of
 6 representatives fiscal committees by July 1, 2002, and a final report
 7 shall be provided to the legislature by November 15, 2002, on the study
 8 findings.

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

10	General Fund--State Appropriation (FY 2002) . . . \$	2,691,000
11	General Fund--State Appropriation (FY 2003) . . . \$	2,702,000
12	General Fund--Federal Appropriation \$	1,544,000
13	General Fund--Private/Local Appropriation \$	100,000
14	TOTAL APPROPRIATION \$	7,037,000

15 NEW SECTION. **Sec. 215. FOR THE BOARD OF INDUSTRIAL INSURANCE**

16 **APPEALS**

17	Worker and Community Right-to-Know Account--State	
18	Appropriation \$	20,000
19	Accident Account--State Appropriation \$	14,415,000
20	Medical Aid Account--State Appropriation \$	14,418,000
21	TOTAL APPROPRIATION \$	28,853,000

22 NEW SECTION. **Sec. 216. FOR THE CRIMINAL JUSTICE TRAINING**

23 **COMMISSION**

24	Municipal Criminal Justice Assistance Account--	
25	Local Appropriation \$	460,000
26	Death Investigations Account--State	
27	Appropriation \$	148,000
28	Public Safety and Education Account--State	
29	Appropriation \$	17,617,000
30	TOTAL APPROPRIATION \$	18,225,000

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

33 (1) \$124,000 of the public safety and education account
 34 appropriation is provided solely to allow the Washington association of
 35 sheriffs and police chiefs to increase the technical and training
 36 support provided to the local criminal justice agencies on the new

1 incident-based reporting system and the national incident-based
2 reporting system.

3 (2) \$136,000 of the public safety and education account
4 appropriation is provided solely to allow the Washington association of
5 prosecuting attorneys to enhance the training provided to criminal
6 justice personnel.

7 (3) \$22,000 of the public safety and education account
8 appropriation is provided solely to increase payment rates for the
9 criminal justice training commission's contracted food service
10 provider.

11 (4) \$31,000 of the public safety and education account
12 appropriation is provided solely to increase payment rates for the
13 criminal justice training commission's contract with the Washington
14 association of sheriffs and police chiefs.

15 (5) \$65,000 of the public safety and education account
16 appropriation is provided solely for regionalized training programs for
17 school district and local law enforcement officials on school safety
18 issues.

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

20	General Fund--State Appropriation (FY 2002)	\$	7,898,000
21	General Fund--State Appropriation (FY 2003)	\$	7,827,000
22	General Fund--Federal Appropriation	\$	1,250,000
23	Public Safety and Education Account--State		
24	Appropriation	\$	19,497,000
25	Public Safety and Education Account--Federal		
26	Appropriation	\$	6,950,000
27	Public Safety and Education Account--Private/Local		
28	Appropriation	\$	4,200,000
29	Asbestos Account--State Appropriation	\$	688,000
30	Electrical License Account--State		
31	Appropriation	\$	28,412,000
32	Farm Labor Revolving Account--Private/Local		
33	Appropriation	\$	28,000
34	Worker and Community Right-to-Know Account--State		
35	Appropriation	\$	2,281,000
36	Public Works Administration Account--State		
37	Appropriation	\$	2,856,000
38	Accident Account--State Appropriation	\$	176,719,000

1	Accident Account--Federal Appropriation	\$	11,568,000
2	Medical Aid Account--State Appropriation	\$	206,621,000
3	Medical Aid Account--Federal Appropriation	\$	2,438,000
4	Plumbing Certificate Account--State		
5	Appropriation	\$	1,015,000
6	Pressure Systems Safety Account--State		
7	Appropriation	\$	2,274,000
8	TOTAL APPROPRIATION	\$	482,522,000

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

11 (1) Pursuant to RCW 7.68.015, the department shall operate the
12 crime victims compensation program within the public safety and
13 education account funds appropriated in this section. In the event
14 that cost containment measures are necessary, the department may (a)
15 institute copayments for services; (b) develop preferred provider
16 contracts; or (c) other cost containment measures. Cost containment
17 measures shall not include holding invoices received in one fiscal
18 period for payment from appropriations in subsequent fiscal periods.
19 No more than \$4,835,000 of the public safety and education account
20 appropriation shall be expended for department administration of the
21 crime victims compensation program.

22 (2) \$2,157,000 of the accident account--state appropriation and
23 \$2,157,000 of the medical aid account--state appropriation are provided
24 for the one-time cost of implementing a recent state supreme court
25 ruling regarding the calculation of workers' compensation benefits.
26 This decision significantly increases the complexity of calculating
27 benefits and therefore increases the administrative and legal costs of
28 the workers' compensation program. The department shall develop and
29 report to appropriate committees of the legislature alternatives for
30 simplifying the calculation of benefits. The report shall be submitted
31 by October 1, 2001.

32 (3) \$17,500,000 of the medical aid account--state appropriation is
33 provided solely for the implementation of the provisions of Engrossed
34 Senate Bill No. 5882 (musculoskeletal disorders). Within the amount
35 provided, \$5,000,000 is provided solely to implement section 2,
36 \$500,000 is provided solely to implement section 3, \$10,000,000 is
37 provided solely to implement sections 5 through 7, and \$2,000,000 is
38 provided solely to implement section 8 of the bill. If Engrossed

1 Senate Bill No. 5882 is not enacted by June 30, 2001, the amounts
2 provided in this subsection shall lapse.

3 NEW SECTION. **Sec. 218. FOR THE INDETERMINATE SENTENCE REVIEW**
4 **BOARD**

5	General Fund--State Appropriation (FY 2002) . . . \$	999,000
6	General Fund--State Appropriation (FY 2003) . . . \$	1,000,000
7	TOTAL APPROPRIATION \$	1,999,000

8 NEW SECTION. **Sec. 219. FOR THE DEPARTMENT OF VETERANS AFFAIRS**

9 (1) HEADQUARTERS

10	General Fund--State Appropriation (FY 2002) . . . \$	1,573,000
11	General Fund--State Appropriation (FY 2003) . . . \$	1,577,000
12	General Fund--Federal Appropriation \$	72,000
13	Charitable, Educational, Penal, and Reformatory	
14	Institutions Account--State	
15	Appropriation \$	7,000
16	TOTAL APPROPRIATION \$	3,229,000

17 (2) FIELD SERVICES

18	General Fund--State Appropriation (FY 2002) . . . \$	2,619,000
19	General Fund--State Appropriation (FY 2003) . . . \$	2,643,000
20	General Fund--Federal Appropriation \$	155,000
21	General Fund--Private/Local Appropriation \$	1,663,000
22	TOTAL APPROPRIATION \$	7,080,000

23 (3) INSTITUTIONAL SERVICES

24	General Fund--State Appropriation (FY 2002) . . . \$	6,891,000
25	General Fund--State Appropriation (FY 2003) . . . \$	4,999,000
26	General Fund--Federal Appropriation \$	28,699,000
27	General Fund--Private/Local Appropriation \$	25,366,000
28	TOTAL APPROPRIATION \$	65,955,000

29 The appropriations in this subsection are subject to the following
30 terms and conditions: \$400,000 of the general fund--state
31 appropriation for fiscal year 2002, \$3,664,000 of the general fund--
32 federal appropriation, and \$7,129,000 of the general fund--local
33 appropriation are provided solely for the department to acquire,
34 establish, and operate a nursing facility dedicated to serving men and
35 women from eastern Washington who have served in the nation's armed
36 forces.

1 NEW SECTION. **Sec. 220. FOR THE DEPARTMENT OF HEALTH**

2	General Fund--State Appropriation (FY 2002)	\$	71,528,000
3	General Fund--State Appropriation (FY 2003)	\$	71,474,000
4	General Fund--Federal Appropriation	\$	276,844,000
5	General Fund--Private/Local Appropriation	\$	81,530,000
6	Hospital Commission Account--State		
7	Appropriation	\$	2,284,000
8	Health Professions Account--State		
9	Appropriation	\$	38,216,000
10	Emergency Medical Services and Trauma Care Systems		
11	Trust Account--State Appropriation	\$	14,858,000
12	Safe Drinking Water Account--State		
13	Appropriation	\$	2,702,000
14	Drinking Water Assistance Account--Federal		
15	Appropriation	\$	13,401,000
16	Waterworks Operator Certification--State		
17	Appropriation	\$	622,000
18	Water Quality Account--State Appropriation	\$	3,328,000
19	Accident Account--State Appropriation	\$	257,000
20	Medical Aid Account--State Appropriation	\$	45,000
21	State Toxics Control Account--State		
22	Appropriation	\$	2,817,000
23	Health Services Account Appropriation	\$	12,242,000
24	Medical Test Site Licensure Account--State		
25	Appropriation	\$	1,369,000
26	Youth Tobacco Prevention Account--State		
27	Appropriation	\$	1,797,000
28	Tobacco Prevention and Control Account--State		
29	Appropriation	\$	34,992,000
30	TOTAL APPROPRIATION	\$	630,306,000

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

33 (1) The department or any successor agency is authorized to raise
34 existing fees charged to the drinking water operator certification,
35 newborn screening, radioactive materials, x-ray compliance, drinking
36 water plan review, midwifery, hearing and speech, veterinarians,
37 psychologists, pharmacists, hospitals, podiatrists, and home health and
38 home care programs, in excess of the fiscal growth factor established

1 by Initiative Measure No. 601, if necessary, to meet the actual costs
2 of conducting business and the appropriation levels in this section.

3 (2) \$339,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$339,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for technical assistance to local
6 governments and special districts on water conservation and reuse.

7 (3) \$1,657,000 of the general fund--state fiscal year 2002
8 appropriation and \$1,658,000 of the general fund--state fiscal year
9 2003 appropriation are provided solely for the implementation of the
10 Puget Sound water work plan and agency action items, DOH-01, DOH-02,
11 DOH-03, and DOH-04.

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

28 (5) \$700,000 of the general fund--state appropriation for fiscal
29 year 2002 and \$1,400,000 of the general fund--state appropriation for
30 fiscal year 2003 are provided solely for performance-based contracts
31 with local jurisdictions to assure the safety of drinking water
32 provided by small "group B" water systems.

33 (6) \$5,865,000 of the general fund--state appropriation for fiscal
34 year 2002 and \$4,745,000 of the general fund--state appropriation for
35 fiscal year 2003 are provided solely for purchase and distribution of
36 the pneumococcal conjugate vaccine as part of the state's program of
37 universal access to essential childhood vaccines.

38 (7) \$124,000 of the general fund--state appropriation for fiscal
39 year 2002 and \$130,000 of the general fund--state appropriation for

1 fiscal year 2003 are provided solely to reduce the assessment which
 2 would otherwise need to be levied upon hospitals for operation of the
 3 comprehensive hospital abstracting and reporting system (CHARS). Total
 4 expenditures upon operation of the CHARS system shall not exceed
 5 \$1,238,000 in fiscal year 2002 and \$1,300,000 in fiscal year 2003, plus
 6 the allocated share of any employee compensation increases authorized
 7 in this act.

8 (8) From funds appropriated in this section, the state board of
 9 health shall convene a task force to study the potential risks and
 10 benefits to public and personal health and safety, and to individual
 11 privacy, of emerging technologies involving human deoxyribonucleic acid
 12 (DNA). The study shall include an analysis of the incidence of
 13 discriminatory actions based upon genetic information; recommended
 14 strategies to safeguard civil rights and privacy related to genetic
 15 information; remedies to compensate individuals for inappropriate use
 16 of their genetic information; and suggested policy incentives for
 17 further research and development on the use of DNA to promote public
 18 health, safety, and welfare. The task force shall provide an initial
 19 report of its findings and recommendations to appropriate committees of
 20 the legislature by July 1, 2002.

21 NEW SECTION. **Sec. 221. FOR THE DEPARTMENT OF CORRECTIONS**

22 (1) ADMINISTRATION AND SUPPORT SERVICES

23 General Fund--State Appropriation (FY 2002) . . . \$	31,813,000
24 General Fund--State Appropriation (FY 2003) . . . \$	31,772,000
25 Public Safety and Education Account--State	
26 Appropriation \$	1,576,000
27 Violence Reduction and Drug Enforcement	
28 Account Appropriation \$	3,254,000
29 TOTAL APPROPRIATION \$	68,415,000

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

32 (a) \$1,576,000 of the public safety and education account
 33 appropriation and \$3,254,000 of the violence reduction drug enforcement
 34 account appropriation are provided solely for the replacement of the
 35 department's offender-based tracking system. These amounts are subject
 36 to section 902 of this act. Within the funds provided in this
 37 subsection, the department of corrections, in consultation with the
 38 department of information services, shall conduct further cost-benefit

1 analysis based on the changes that have occurred in the scope and cost
 2 of the replacement project. Based on this analysis, the department of
 3 corrections shall prepare and submit a revised project management plan
 4 to the department of information services, the office of financial
 5 management, the fiscal committees of the house of representatives and
 6 senate, and the information services board. The plan shall include,
 7 but is not limited to the following elements: A statement of project
 8 objectives and assumptions; a description of the project components and
 9 contracted services; the estimated costs for each component in the
 10 2001-03 and subsequent biennia; and a schedule that shows the time
 11 estimated to complete each component of the project.

12 (b) \$30,000 of the general fund--state appropriation for fiscal
 13 year 2002 and \$30,000 of the general fund--state appropriation for
 14 fiscal year 2003 are provided solely for the implementation of
 15 Substitute Senate Bill No. 5118 (interstate supervision offender
 16 compact). If the bill is not enacted by June 30, 2001, the amounts
 17 provided in this subsection shall lapse.

18 (c) \$250,000 of the general fund--state appropriation for fiscal
 19 year 2002 is provided solely for a feasibility study to determine the
 20 information system changes required by the federal health insurance
 21 portability and accountability act.

22 (2) CORRECTIONAL OPERATIONS

23	General Fund--State Appropriation (FY 2002) . . . \$	396,071,000
24	General Fund--State Appropriation (FY 2003) . . . \$	405,314,000
25	General Fund--Federal Appropriation \$	12,096,000
26	Violence Reduction and Drug Enforcement Account--	
27	State Appropriation \$	1,614,000
28	Public Health Services Account Appropriation . . \$	1,453,000
29	TOTAL APPROPRIATION \$	816,548,000

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

32 (a) The department may expend funds generated by contractual
 33 agreements entered into for mitigation of severe overcrowding in local
 34 jails. Any funds generated in excess of actual costs shall be
 35 deposited in the state general fund. Expenditures shall not exceed
 36 revenue generated by such agreements and shall be treated as recovery
 37 of costs.

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

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

9 (d) \$539,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$1,142,613 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely to increase payment rates for
12 contracted education providers, contracted chemical dependency
13 providers, and contracted work release facilities. It is the
14 legislature's intent that these amounts be used primarily to increase
15 compensation for persons employed in direct, front-line service
16 delivery.

17 (e) During the 2001-03 biennium, when contracts are established or
18 renewed for offender pay phone and other telephone services provided to
19 inmates, the department shall select the contractor or contractors
20 primarily based on the following factors: (i) The lowest rate charged
21 to both the inmate and the person paying for the telephone call; and
22 (ii) the lowest commission rates paid to the department, while
23 providing reasonable compensation to cover the costs of the department
24 to provide the telephone services to inmates and provide sufficient
25 revenues for the activities funded from the institutional welfare
26 betterment account as of January 1, 2000.

27 (f) For the acquisition of properties and facilities, the
28 department of corrections is authorized to enter into financial
29 contracts, paid for from operating resources, for the purposes
30 indicated and in not more than the principal amounts indicated, plus
31 financing expenses and required reserves pursuant to chapter 39.94 RCW.
32 This authority applies to the following: Lease-develop with the option
33 to purchase or lease-purchase approximately 50 work release beds in
34 facilities throughout the state for \$3,500,000.

35 (3) COMMUNITY SUPERVISION

36	General Fund--State Appropriation (FY 2002) . . . \$	62,855,000
37	General Fund--State Appropriation (FY 2003) . . . \$	64,203,000
38	General Fund--Federal Appropriation \$	1,125,000
39	Public Safety and Education	

1	Account--State Appropriation	\$	15,841,000
2	TOTAL APPROPRIATION	\$	144,024,000

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

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

10 (b) \$75,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$75,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely for the department of corrections
13 to contract with the institute for public policy for responsibilities
14 assigned in chapter 196, Laws of 1999 (offender accountability act) and
15 sections 7 through 12 of chapter 197, Laws of 1999 (drug offender
16 sentencing).

17 (c) \$16,000 of the general fund--state appropriation for fiscal
18 year 2002 and \$34,000 of the general fund--state appropriation for
19 fiscal year 2003 are provided solely to increase payment rates for
20 contracted chemical dependency providers. It is the legislature's
21 intent that these amounts be used primarily to increase compensation
22 for persons employed in direct, front-line service delivery.

23 (4) CORRECTIONAL INDUSTRIES

24	General Fund--State Appropriation (FY 2002) . . .	\$	647,000
25	General Fund--State Appropriation (FY 2003) . . .	\$	1,573,000
26	TOTAL APPROPRIATION	\$	2,220,000

27 The appropriations in this subsection are subject to the following
28 conditions and limitations: \$110,000 of the general fund--state
29 appropriation for fiscal year 2002 and \$110,000 of the general fund--
30 state appropriation for fiscal year 2003 are provided solely for
31 transfer to the jail industries board. The board shall use the amounts
32 provided only for administrative expenses, equipment purchases, and
33 technical assistance associated with advising cities and counties in
34 developing, promoting, and implementing consistent, safe, and efficient
35 offender work programs.

36 (5) INTERAGENCY PAYMENTS

37	General Fund--State Appropriation (FY 2002) . . .	\$	18,566,000
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1	General Fund--State Appropriation (FY 2003) . . . \$	18,566,000
2	TOTAL APPROPRIATION \$	37,132,000

3 NEW SECTION. **Sec. 222. FOR THE DEPARTMENT OF SERVICES FOR THE**
4 **BLIND**

5	General Fund--State Appropriation (FY 2002) . . . \$	1,673,000
6	General Fund--State Appropriation (FY 2003) . . . \$	1,671,000
7	General Fund--Federal Appropriation \$	11,142,000
8	General Fund--Private/Local Appropriation \$	80,000
9	TOTAL APPROPRIATION \$	14,566,000

10 The appropriations in this section are subject to the following
11 conditions and limitations: \$50,000 of the general fund--state
12 appropriation for fiscal year 2002 and \$50,000 of the general fund--
13 state appropriation for fiscal year 2003 are provided solely to
14 increase state assistance for a comprehensive program of training and
15 support services for persons who are both deaf and blind.

16 NEW SECTION. **Sec. 223. FOR THE SENTENCING GUIDELINES COMMISSION**

17	General Fund--State Appropriation (FY 2002) . . . \$	937,000
18	General Fund--State Appropriation (FY 2003) . . . \$	857,000
19	TOTAL APPROPRIATION \$	1,794,000

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

22 \$78,000 of the general fund--state appropriation for fiscal year
23 2002 is provided solely for the sentencing guidelines commission to
24 conduct a comprehensive review and evaluation of state sentencing
25 policy. The review and evaluation shall include an analysis of whether
26 current sentencing ranges and standards, as well as existing mandatory
27 minimum sentences, existing sentence enhancements, and special
28 sentencing alternatives, are consistent with the purposes of the
29 sentencing reform act as set out in RCW 9.94A.010, including the intent
30 of the legislature to emphasize confinement for the violent offender
31 and alternatives to confinement for the nonviolent offender. The
32 review and evaluation shall also examine whether current sentencing
33 ranges and standards are consistent with existing corrections capacity.

34 The review and evaluation shall consider studies on the cost-
35 effectiveness of sentencing alternatives, as well as the fiscal impact
36 of sentencing policies on state and local government. In conducting

1 the review and evaluation, the commission shall consult with the
2 superior court judges' association, the Washington association of
3 prosecuting attorneys, the Washington defenders' association, the
4 Washington association of criminal defense lawyers, the Washington
5 association of sheriffs and police chiefs, organizations representing
6 crime victims, and other organizations and individuals with expertise
7 and interest in sentencing policy.

8 Not later than December 1, 2001, the commission shall present to
9 the appropriate standing committees of the legislature the report of
10 its comprehensive review and evaluation, together with any
11 recommendations for revisions and modifications to state sentencing
12 policy, including sentencing ranges and standards, mandatory minimum
13 sentences, and sentence enhancements. If implementation of the
14 recommendations of the commission would result in exceeding the
15 capacity of correctional facilities, the commission shall at the same
16 time present to the legislature a list of revised standard sentence
17 ranges which are consistent with currently authorized rated and
18 operational corrections capacity, and consistent with the purposes of
19 the sentencing reform act.

20 **NEW SECTION. Sec. 224. FOR THE EMPLOYMENT SECURITY DEPARTMENT**

21	General Fund--Federal Appropriation	\$	180,647,000
22	General Fund--Private/Local Appropriation	\$	30,103,000
23	Unemployment Compensation Administration Account--		
24	Federal Appropriation	\$	181,784,000
25	Administrative Contingency Account--State		
26	Appropriation	\$	13,905,000
27	Employment Service Administrative Account--State		
28	Appropriation	\$	19,996,000
29	TOTAL APPROPRIATION	\$	426,435,000

30 (End of part)

PART III
NATURAL RESOURCES

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

4	General Fund--State Appropriation (FY 2002)	\$	398,000
5	General Fund--State Appropriation (FY 2003)	\$	391,000
6	General Fund--Private/Local Appropriation	\$	749,000
7	TOTAL APPROPRIATION	\$	1,538,000

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

10 (1) \$40,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$40,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely to implement the scenic area
13 management plan for Klickitat county. If Klickitat county adopts an
14 ordinance to implement the scenic area management plan in accordance
15 with the national scenic area act, P.L. 99-663, then the amounts
16 provided in this subsection shall be provided as a grant to Klickitat
17 county to implement its responsibilities under the act.

18 (2) Within the funding provided, the commission shall make every
19 effort to complete its review of the national scenic area management
20 plan by the end of the 2001-03 biennium.

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

22	General Fund--State Appropriation (FY 2002)	\$	46,975,000
23	General Fund--State Appropriation (FY 2003)	\$	46,880,000
24	General Fund--Federal Appropriation	\$	56,805,000
25	General Fund--Private/Local Appropriation	\$	4,351,000
26	Special Grass Seed Burning Research Account--		
27	State Appropriation	\$	14,000
28	Reclamation Revolving Account--State		
29	Appropriation	\$	1,810,000
30	Flood Control Assistance Account--		
31	State Appropriation	\$	4,098,000
32	State Emergency Water Projects Revolving Account--		
33	State Appropriation	\$	314,000
34	Waste Reduction/Recycling/Litter Control Account--		
35	State Appropriation	\$	13,555,000

1	State Drought Preparedness Account--State	
2	Appropriation	\$ 325,000
3	Salmon Recovery Account--State	
4	Appropriation	\$ 3,536,000
5	State and Local Improvements Revolving Account	
6	(Water Supply Facilities)--State	
7	Appropriation	\$ 587,000
8	Water Quality Account--State Appropriation . . .	\$ 4,186,000
9	Wood Stove Education and Enforcement Account--	
10	State Appropriation	\$ 353,000
11	Worker and Community Right-to-Know Account--	
12	State Appropriation	\$ 3,304,000
13	State Toxics Control Account--State	
14	Appropriation	\$ 62,127,000
15	State Toxics Control Account--Private/Local	
16	Appropriation	\$ 350,000
17	Local Toxics Control Account--State	
18	Appropriation	\$ 4,767,000
19	Water Quality Permit Account--State	
20	Appropriation	\$ 23,886,000
21	Underground Storage Tank Account--State	
22	Appropriation	\$ 2,678,000
23	Environmental Excellence Account--State	
24	Appropriation	\$ 20,000
25	Biosolids Permit Account--State Appropriation . .	\$ 589,000
26	Hazardous Waste Assistance Account--State	
27	Appropriation	\$ 4,317,000
28	Air Pollution Control Account--State	
29	Appropriation	\$ 955,000
30	Oil Spill Prevention Account--State	
31	Appropriation	\$ 10,850,000
32	Air Operating Permit Account--State	
33	Appropriation	\$ 3,620,000
34	Freshwater Aquatic Weeds Account--State	
35	Appropriation	\$ 1,898,000
36	Oil Spill Response Account--State	
37	Appropriation	\$ 7,078,000
38	Metals Mining Account--State Appropriation . . .	\$ 5,000
39	Water Pollution Control Revolving Account--	

1	State Appropriation	\$	467,000
2	Water Pollution Control Revolving Account--		
3	Federal Appropriation	\$	2,316,000
4	TOTAL APPROPRIATION	\$	313,016,000

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

7 (1) \$3,874,000 of the general fund--state appropriation for fiscal
8 year 2002, \$3,874,000 of the general fund--state appropriation for
9 fiscal year 2003, \$394,000 of the general fund--federal appropriation,
10 \$2,070,000 of the oil spill prevention account--state appropriation,
11 and \$3,686,000 of the water quality permit account--state appropriation
12 are provided solely for the implementation of the Puget Sound work plan
13 and agency action items DOE-01, DOE-02, DOE-03, DOE-05, DOE-06, DOE-07,
14 DOE-08, and DOE-09.

15 (2) \$430,000 of the state toxics control account appropriation is
16 provided for improving access to environmental management information
17 via the internet.

18 (3) \$500,000 of the state toxics control account appropriation is
19 provided for an assessment of the financial assurance requirements of
20 hazardous waste management facilities. By September 30, 2002, the
21 department shall provide to the governor and appropriate committees of
22 the legislature a report that: (a) Evaluates current statutes and
23 regulations governing hazardous waste management facilities; (b)
24 analyzes and makes recommendations for improving financial assurance
25 regulatory control; and (c) makes recommendations for funding financial
26 assurance regulatory control of hazardous waste management facilities.

27 (4) \$200,000 of the hazardous waste assistance account
28 appropriation is provided for technical assistance on hazardous waste
29 management and pollution prevention, including assisting businesses in
30 developing pollution prevention plans, implementing pollution
31 prevention opportunities, and integrating best management practices
32 into business operations.

33 (5)(a) \$1,213,000 of the salmon recovery account appropriation is
34 provided solely for stream flow monitoring in the Nooksack,
35 Quilcene/Snow, Elwha/Dungeness, Wenatchee, and Walla Walla basins.
36 The department shall purchase and loan equipment to local experts hired
37 to conduct the monitoring.

38 (b) \$400,000 of the salmon recovery account appropriation is
39 provided for the department to develop gauging plans, install and

1 maintain gauges, and provide data management services including real-
2 time data transmission and web base data access.

3 (6) \$3,525,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$3,525,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for the update of local government
6 shoreline master programs, consistent with the guidelines adopted by
7 the department in November 2000. \$1,050,000 is provided to the
8 department to provide technical assistance to local governments and
9 \$6,000,000 in grants is provided for local government shoreline master
10 program updates in King, Snohomish, Pierce, Clark, and Kitsap counties.

11 (7) \$775,000 of the salmon recovery account appropriation is
12 provided for planning, designing, and implementing storm water
13 management strategies and infrastructure to implement phase II storm
14 water requirements in western Washington by March 2003.

15 (8) \$270,000 of the state toxics control account appropriation is
16 provided solely to implement the economic analysis and rule-making
17 requirements of Senate Bill No. 5909 (financial responsibility
18 requirements for vessels). If the bill is not enacted by June 30,
19 2001, the amount provided in this subsection shall lapse.

20 (9) \$458,000 of the general fund--state appropriation for fiscal
21 year 2002, \$461,000 of the general fund--state appropriation for fiscal
22 year 2003, \$1,566,000 of the general fund--federal appropriation, and
23 \$1,033,000 of the general fund--private/local appropriation are
24 provided to employ residents of the state between eighteen and twenty-
25 five years of age in activities to enhance Washington's natural,
26 historic, environmental, and recreational resources.

27 (10) \$383,000 of the general fund--state appropriation for fiscal
28 year 2002 and \$383,000 of the general fund--state appropriation for
29 fiscal year 2003 are provided solely for water conservation plan
30 review, technical assistance, and project review for water conservation
31 and reuse projects. By December 1, 2003, the department in cooperation
32 with the department of health shall report to the governor and
33 appropriate committees of the legislature on the activities and
34 achievements related to water conservation and reuse during the past
35 two biennia. The report shall include an overview of technical
36 assistance provided, reuse project development activities, and water
37 conservation achievements.

38 (11) \$3,424,000 of the state toxics control account appropriation
39 is provided solely for methamphetamine lab clean up activities.

1 (12) \$800,000 of the state toxics control account appropriation is
2 provided solely to implement the department's persistent,
3 bioaccumulative toxic chemical strategy. \$54,000 of this amount shall
4 be allocated to the department of health to assist with this effort.

5 (13) Up to \$6,000,000 of the state toxics control account
6 appropriation is provided for the remediation of contaminated sites.
7 Of this amount, up to \$2,000,000 may be used to pay existing site
8 remediation liabilities owed to the federal environmental protection
9 agency for clean-up work that has been completed. The department shall
10 carefully monitor actual revenue collections into the state toxics
11 control account, and is authorized to limit actual expenditures of the
12 appropriation provided in this section consistent with available
13 revenue.

14 (14) \$200,000 of the state toxics control account appropriation is
15 provided to assess the effectiveness of the state's current toxic
16 pollution prevention and dangerous waste programs and policies. The
17 department shall work with affected stakeholder groups and the public
18 to evaluate the performance of existing programs, and identify feasible
19 methods of reducing the generation of these wastes. The department
20 shall report its findings to the governor and the appropriate
21 committees of the legislature by September 30, 2002.

22 (15) \$500,000 of the state toxics control account appropriation is
23 provided solely for the department, in conjunction with affected local
24 governments, to address emergent areawide soil contamination problems.
25 The department's efforts will include public involvement processes and
26 completing assessments of the geographical extent of toxic
27 contamination including highly contaminated areas.

28 (16) \$170,000 of the oil spill administration account appropriation
29 is provided solely for implementation of the Puget Sound work plan
30 action item UW-02 through a contract with the University of
31 Washington's sea grant program to develop an educational program
32 targeted to small spills from commercial fishing vessels, ferries,
33 cruise ships, ports, and marinas.

34 (17) \$591,000 of the general fund--state appropriation for fiscal
35 year 2002 and \$1,131,000 of the general fund--state appropriation for
36 fiscal year 2003 are provided solely to process water rights
37 applications.

38 (18) \$1,852,000 of the general fund--state appropriation for fiscal
39 year 2002 and \$2,392,000 of the general fund--state appropriation for

1 fiscal year 2003 are provided solely to process applications for
2 changes or transfers of water rights. For the biennium ending June 30,
3 2003, the department shall issue decisions on at least 730 applications
4 for a change or transfer of a water right.

5 (19) \$3,525,000 of the general fund--state appropriation for fiscal
6 year 2002 and \$3,525,000 of the general fund--state appropriation for
7 fiscal year 2003 are provided solely for grants to local governments to
8 conduct watershed planning.

9 (20) \$875,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$875,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely for administrative support grants
12 to groups established for the purpose of protecting, enhancing, and
13 restoring the biological, chemical, and physical processes of
14 watersheds. These groups may include those involved in coordinated
15 resource management, regional fisheries enhancement groups,
16 conservation districts, watershed councils, private nonprofit
17 organizations incorporated under Title 24 RCW, state agencies, and
18 political subdivisions of the state. Administrative support grants may
19 be up to fifty thousand dollars, may be renewed annually, and may be
20 used to compensate full or part-time staff, such as a director, project
21 manager, or volunteer coordinator; to obtain grants, matching funds,
22 and in-kind donations and services; to recruit volunteers; to provide
23 technical and safety training, safety equipment, and insurance; to
24 maintain required records and issue required reports; and the like. In
25 addition to any other requirements established by the department,
26 applications for administrative support grants shall include a work
27 plan for expenditure of the grant funds, a description of the planned
28 activities for which the grant funds will provide administrative
29 support, performance measures, and documentation of community
30 involvement. Preference shall be given to organizations that have
31 completed projects successfully, have projects pending, and have
32 established cooperative relationships with citizens, businesses,
33 nonprofit organizations, tribes, local, state, and federal agencies,
34 and state colleges and universities, as appropriate for the nature and
35 scope of their activities.

36 (21) \$100,000 of the general fund--state appropriation for fiscal
37 year 2002 and \$100,000 of the general fund--state appropriation for
38 fiscal year 2003 are provided solely to provide coordination and
39 assistance to groups established for the purpose of protecting,

1 enhancing, and restoring the biological, chemical, and physical
2 processes of watersheds.

3 (22) \$325,000 of the state drought preparedness account--state
4 appropriation is provided solely for an environmental impact statement
5 of the Pine Hollow reservoir project to be conducted in conjunction
6 with the local irrigation district.

7 NEW SECTION. **Sec. 303. FOR THE STATE PARKS AND RECREATION**
8 **COMMISSION**

9	General Fund--State Appropriation (FY 2002) . . . \$	30,717,000
10	General Fund--State Appropriation (FY 2003) . . . \$	31,169,000
11	General Fund--Federal Appropriation \$	2,690,000
12	General Fund--Private/Local Appropriation \$	60,000
13	Winter Recreation Program Account--State	
14	Appropriation \$	787,000
15	Off Road Vehicle Account--State Appropriation . . \$	274,000
16	Snowmobile Account--State Appropriation \$	4,238,000
17	Aquatic Lands Enhancement Account--State	
18	Appropriation \$	337,000
19	Public Safety and Education Account--State	
20	Appropriation \$	48,000
21	Salmon Recovery Account--State Appropriation . . \$	200,000
22	Water Trail Program Account--State	
23	Appropriation \$	24,000
24	Parks Renewal and Stewardship Account--	
25	State Appropriation \$	26,420,000
26	TOTAL APPROPRIATION \$	96,964,000

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

29 (1) \$55,000 of the general fund--state appropriation for fiscal
30 year 2002 and \$30,000 of the general fund--state appropriation for
31 fiscal year 2003 are provided solely for the state parks and recreation
32 commission to meet its responsibilities under the Native American
33 graves protection and repatriation act (P.L. 101-601).

34 (2) \$772,000 of the general fund--state appropriation for fiscal
35 year 2002 and \$849,000 of the general fund--state appropriation for
36 fiscal year 2003 are provided to employ residents of the state between
37 eighteen and twenty-five years of age in activities to enhance

1 Washington's natural, historic, environmental, and recreational
2 resources.

3 (3) Fees approved by the state parks and recreation commission in
4 2001 for camping, group camping, extra vehicles, and the sno-park daily
5 permit are authorized to exceed the fiscal growth factor under RCW
6 43.135.055.

7 (4) The state parks and recreation commission, in collaboration
8 with the office of financial management and legislative staff, shall
9 develop a cost-effective and readily accessible approach for reporting
10 revenues and expenditures at each state park. The reporting system
11 shall be complete and operational by December 1, 2001.

12 (5) The appropriation in this section from the off-road vehicle
13 account--state is provided under RCW 46.09.170(1)(c) and is provided
14 solely to bring off-road vehicle recreation facilities into compliance
15 with the requirements, guidelines, spirit, and intent of the federal
16 Americans with disabilities act.

17 (6) \$79,000 of the general fund--state appropriation for fiscal
18 year 2002, \$79,000 of the general fund--state appropriation for fiscal
19 year 2003, and \$8,000 of the winter recreation program account--state
20 appropriation are provided solely for a grant for the operation of the
21 Northwest avalanche center.

22 (7) \$432,000 of the parks renewal and stewardship account
23 appropriation is provided for the operation of the Silver Lake visitor
24 center. If a long-term management agreement is not reached with the
25 U.S. forest service by September 30, 2001, the amount provided in this
26 subsection shall lapse.

27 (8) \$914,000 of the general fund--state appropriation for fiscal
28 year 2002 and \$586,000 of the general fund--state appropriation for
29 fiscal year 2003 are provided for additional rangers at Spencer Spit,
30 Jarrell Cove, Kopachuck, Sequest, Twin Harbors, Conconully, and
31 Steamboat Rock state parks.

32 (9) \$200,000 of the salmon recovery account appropriation is
33 provided to evaluate, survey, and map all forest roads on state parks
34 lands to determine future actions needed to protect salmon and water
35 quality.

36 (10) \$132,000 of the parks renewal and stewardship account
37 appropriation--state, \$17,000 of the winter recreation program account
38 appropriation--state, and \$17,000 of the snowmobile account--state

1 appropriation are provided to develop a system to make permits and
2 other materials available over the internet.

3 (11) \$556,000 of the snowmobile account--state appropriation is
4 provided to open two new snow parks, increase the parking lot size of
5 15 snow parks, and increase grooming of 15 trails.

6 (12) \$189,000 of the aquatic lands enhancement account
7 appropriation is provided solely for the implementation of the Puget
8 Sound work plan and agency action item P&RC-02.

9 NEW SECTION. **Sec. 304. FOR THE INTERAGENCY COMMITTEE FOR OUTDOOR**
10 **RECREATION**

11	General Fund--State Appropriation (FY 2002)	\$	143,000
12	General Fund--State Appropriation (FY 2003)	\$	145,000
13	General Fund--Federal Appropriation	\$	9,811,000
14	Salmon Recovery Account--State Appropriation	\$	3,900,000
15	Firearms Range Account--State Appropriation	\$	13,000
16	Recreation Resources Account--State Appropriation	\$	2,585,000
17	Recreation Resources Account--Federal Appropriation	\$	481,000
18	NOVA Program Account--State Appropriation	\$	611,000
19	TOTAL APPROPRIATION	\$	17,689,000

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

22 (1) \$1,500,000 of the salmon recovery account appropriation is
23 provided solely for the development of a comprehensive salmon recovery
24 and watershed health monitoring strategy and action plan. The strategy
25 and action plan shall address the monitoring recommendations of the
26 independent science panel in its report, *Recommendations for Monitoring*
27 *Salmonid Recovery in Washington State* (December 2000), and of the joint
28 legislative audit and review committee in its report *Investing in the*
29 *Environment: Environmental Quality Grant and Loan Programs Performance*
30 *Audit* (January 2001). The action plan shall include an assessment of
31 state agency operations related to monitoring, evaluation, and adaptive
32 management of salmon recovery and watershed health; any operational or
33 statutory changes necessary to implement the strategy and action plan;
34 and funding recommendations.

35 (a) The chair of the salmon recovery funding board and the chair of
36 the governor's salmon recovery office, or their designees, shall
37 jointly chair a committee to oversee the development of the strategy

1 and action plan. The cochairs shall invite the participation of other
2 appropriate state, federal, and tribal agencies.

3 (b) The independent science panel established under RCW 77.85.040
4 shall act as an advisor to the oversight committee established in (a)
5 of this subsection and shall review all work products developed under
6 this section and make recommendations to the cochairs.

7 (c) The strategy and action plan shall be coordinated with other
8 appropriate state, federal, and tribal monitoring efforts including
9 those of the Northwest power planning council, the Northwest Indian
10 fisheries commission, the U.S. fish and wildlife service, and the
11 national marine fisheries service.

12 (d) The oversight committee shall consult with appropriate
13 interests including watershed planning groups under chapter 90.82 RCW,
14 lead entities under chapter 77.85 RCW, local governments, the academic
15 community, and professional organizations.

16 (e) The cochairs shall provide an interim report to the governor
17 and the appropriate legislative committees on progress in completing
18 the strategy and action plan by June 30, 2002. A final report shall be
19 provided by December 1, 2002.

20 (2) \$200,000 of the salmon recovery account is provided solely for
21 the salmon recovery funding board technical panel to assist lead
22 entities with project identification, evaluation, and prioritization.

23 (3) \$2,200,000 of the salmon recovery account is provided solely
24 for the natural resources data pool and salmon and watershed
25 information management project to coordinate salmon recovery data
26 information. The project manager shall advise the salmon recovery
27 funding board on policy and strategic issues related to information
28 management on watershed scale, facilitate natural resource data
29 management among state agencies and other participants in the state
30 strategy to recover salmon, and oversee and allocate the natural
31 resources data pool to appropriate state and local agencies.

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

33	General Fund--State Appropriation (FY 2002)	\$	847,000
34	General Fund--State Appropriation (FY 2003)	\$	847,000
35	TOTAL APPROPRIATION	\$	1,694,000

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

37	General Fund--State Appropriation (FY 2002)	\$	2,187,000
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1	General Fund--State Appropriation (FY 2003) . . .	\$	2,176,000
2	Salmon Recovery Account--State Appropriation . .	\$	2,101,000
3	Water Quality Account--State Appropriation . . .	\$	2,522,000
4	TOTAL APPROPRIATION	\$	8,986,000

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

7 (1) \$500,000 of the salmon recovery account appropriation is
8 provided solely for the agriculture, fish, and water negotiations to
9 develop best management practices that will protect and recover salmon.
10 The commission shall make grants to allow interest groups to
11 participate in the negotiations.

12 (2) \$1,800,000 of the water quality account--state appropriation is
13 provided solely for grants to conservation districts to hire engineers
14 to design salmon recovery and other projects that benefit salmon.

15 (3) \$1,601,000 of the salmon recovery account appropriation is
16 provided solely for the completion of limiting factors analysis for the
17 22 remaining watersheds affected by listings of salmon and bull trout
18 under the federal endangered species act.

19 (4) \$128,000 of the water quality account appropriation is provided
20 for conservation district audits.

21 (5) \$247,000 of the general fund--state appropriation for fiscal
22 year 2002 and \$247,000 of the general fund--state appropriation for
23 fiscal year 2003 are provided solely for the implementation of the
24 Puget Sound work plan and agency action item CC-01.

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

26	General Fund--State Appropriation (FY 2002) . . .	\$	45,986,000
27	General Fund--State Appropriation (FY 2003) . . .	\$	46,455,000
28	General Fund--Federal Appropriation	\$	32,716,000
29	General Fund--Private/Local Appropriation	\$	17,315,000
30	Off Road Vehicle Account--State		
31	Appropriation	\$	475,000
32	Aquatic Lands Enhancement Account--State		
33	Appropriation	\$	6,094,000
34	Public Safety and Education Account--State		
35	Appropriation	\$	586,000
36	Recreational Fisheries Enhancement Account--		
37	State Appropriation	\$	3,032,000
38	Salmon Recovery Account--State		

1	Appropriation	\$	10,332,000
2	Warm Water Game Fish Account--State		
3	Appropriation	\$	2,567,000
4	Eastern Washington Pheasant Enhancement Account--		
5	State Appropriation	\$	750,000
6	Wildlife Account--State Appropriation	\$	46,886,000
7	Wildlife Account--Federal Appropriation	\$	38,182,000
8	Wildlife Account--Private/Local		
9	Appropriation	\$	15,133,000
10	Game Special Wildlife Account--State		
11	Appropriation	\$	1,941,000
12	Game Special Wildlife Account--Federal		
13	Appropriation	\$	9,591,000
14	Game Special Wildlife Account--Private/Local		
15	Appropriation	\$	350,000
16	Environmental Excellence Account--State		
17	Appropriation	\$	15,000
18	Regional Fisheries Salmonid Recovery Account--		
19	Federal Appropriation	\$	1,750,000
20	Oil Spill Administration Account--State		
21	Appropriation	\$	963,000
22	Oyster Reserve Land Account--State		
23	Appropriation	\$	192,000
24	TOTAL APPROPRIATION	\$	281,311,000

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

27 (1) \$1,682,000 of the general fund--state appropriation for fiscal
28 year 2002 and \$1,682,000 of the general fund--state appropriation for
29 fiscal year 2003 are provided solely for the implementation of the
30 Puget Sound work plan and agency action items DFW-01 through DFW-07.

31 (2) \$457,000 of the general fund--state appropriation for fiscal
32 year 2002 and \$435,000 of the general fund--state appropriation for
33 fiscal year 2003 are provided solely to employ residents of the state
34 between eighteen and twenty-five years of age in activities to enhance
35 Washington's natural, historic, environmental, and recreational
36 resources.

37 (3) Any indirect cost reimbursement received by the department from
38 federal grants must be spent on agency administrative activities and
39 cannot be redirected to direct program activities.

1 (4) The department shall emphasize enforcement of laws related to
2 protection of fish habitat and the illegal harvest of salmon and
3 steelhead. Within the amount provided for the agency, the department
4 shall provide support to the department of health to enforce state
5 shellfish harvest laws.

6 (5) \$80,000 of the wildlife account--state appropriation is
7 provided solely to develop point-of-sale licensing system data analysis
8 reports.

9 (6) \$2,000,000 of the aquatic lands enhancement account
10 appropriation is provided for cooperative volunteer projects.

11 (7) \$935,000 of the general fund--state appropriation for fiscal
12 year 2002 and \$915,000 of the general fund--state appropriation for
13 fiscal year 2003 are provided solely for enforcement and biological
14 staff to respond and take appropriate action to public complaints
15 regarding bear and cougar.

16 (8) The department shall evaluate the fish program to determine if
17 activities are aligned with agency objectives. The report will include
18 a core function analysis of all fish program activity to determine if
19 specific activities support the agency's strategic plan. The
20 department shall submit a report to the legislature and the office of
21 financial management by September 1, 2002.

22 (9) The department shall implement a lands program manager
23 consolidation program. The consolidation program shall target the
24 department's south central region. The savings from this consolidation
25 shall be used by the department for additional maintenance on agency
26 lands within the south central region.

27 (10) The department shall implement a survey of all agency lands to
28 evaluate whether agency lands support the agency's strategic plan and
29 goals. The department shall submit a report to the governor and
30 legislature by September 1, 2002, identifying those lands not
31 conforming with the agency's strategic plan and which should be
32 divested.

33 (11) \$2,450,000 of the salmon recovery account appropriation is
34 provided solely to continue salmon-related inventory, monitoring, and
35 science research, including the salmonid stock inventory and smolt
36 production monitoring. Salmon recovery scientific research will be
37 driven by identification of monitoring needs by the interagency process
38 coordinated by the interagency committee for outdoor recreation.

1 (12) \$2,535,000 of the salmon recovery account is provided solely
2 for technical assistance for local actions affecting salmon. These
3 projects include the salmonid screening habitat enhancement and
4 restoration program, the watershed steward team to provide technical
5 assistance for engineering and design, and fish and habitat science
6 support to project sponsors, lead entities, landowners, local
7 governments, regional fisheries enhancement groups, and others involved
8 in local salmon recovery projects.

9 (13) \$673,000 of the general fund--state appropriation for fiscal
10 year 2003 and \$879,000 of the wildlife fund--state appropriation are
11 provided solely to implement the department's information systems
12 strategic plan. The authorized activities include: Upgrade of the
13 network, personal computer leasing, migration to office suite software,
14 end-user support training, and standardizing data administration. The
15 department shall contract for the development of enhanced department
16 internet sites to provide information on recreational opportunity,
17 regulatory changes, scientific and monitoring data, and document
18 libraries. The department shall contract for the development of
19 enhanced geographic information systems and data
20 management/accessibility consistent with direction from the salmon and
21 water information management coordinator and allocation of the natural
22 resources data pool.

23 (14) \$776,000 of the salmon recovery account appropriation is
24 provided solely to implement the forests and fish agreement and
25 includes funding to continue statewide coordination and implementation
26 of the forests and fish rules, integration of portions of the hydraulic
27 code into the forest practices rules to provide permit streamlining,
28 and sharing the responsibility of developing and implementing the
29 required forests and fish agreement monitoring and adaptive management
30 program.

31 (15) \$265,000 of the wildlife fund--state appropriation is provided
32 solely to develop a statewide road plan and a geographic information
33 system database for forest roads on department lands, consistent with
34 the requirements of the forest and fish agreement.

35 (16) \$194,000 of the general fund--state appropriation for fiscal
36 year 2002 and \$195,000 of the general fund--state appropriation for
37 fiscal year 2003 are provided solely for staff to represent the state's
38 fish and wildlife interests in hydroelectric project relicensing
39 processes by the federal energy regulatory commission.

1 (17) \$456,000 of the salmon recovery account appropriation is
2 provided solely for the conduct of a comprehensive review of the
3 hydraulics project approval permit program to obtain agreement from the
4 national marine fisheries service and United States fish and wildlife
5 service that the program complies with the requirements of the
6 endangered species act. The agreement shall provide landowners with
7 timely review of projects by state and federal agencies, reduce
8 liability under the endangered species act, and increase protection of
9 salmon habitat.

10 (18) \$156,000 of the wildlife account--state appropriation is
11 provided solely for a youth fishing coordinator to develop partnerships
12 with local communities, and to identify, develop, fund, and promote
13 youth fishing events and opportunities. Event coordination and
14 promotion services shall be contracted to a private consultant.

15 (19) \$192,000 of the oyster reserve land account appropriation is
16 provided solely to implement Senate Bill No. 5837 (state oyster reserve
17 lands). If the bill is not enacted by June 30, 2001, the amount
18 provided in this subsection shall lapse.

19 (20) \$43,000 of the general fund--state appropriation for fiscal
20 year 2002 and \$42,000 of the general fund--state appropriation for
21 fiscal year 2003 are provided solely for staffing and operation of the
22 Tennant Lake interpretive center.

23 (21) \$32,000 of the general fund--state appropriation for fiscal
24 year 2002 and \$33,000 of the general fund--state appropriation for
25 fiscal year 2003 are provided solely to support the activities of the
26 aquatic nuisance species coordination committee to foster state,
27 federal, tribal, and private cooperation on aquatic nuisance species
28 issues. The committee shall strive to prevent the introduction of
29 nonnative aquatic species and to minimize the spread of species that
30 are introduced.

31 (22) \$35,000 of the wildlife account--state appropriation is
32 provided solely for the WildWatchCam program to provide internet
33 transmission of live views of wildlife.

34 (23) \$2,600,000 of the salmon recovery account appropriation is
35 provided solely for grants to lead entities established in accordance
36 with RCW 75.46.060.

37 (24) \$19,000 of the general fund--state appropriation for fiscal
38 year 2002 and \$19,000 of the general fund--state appropriation for
39 fiscal year 2003 are provided solely for the payment of the

1 department's share of approved lake management district assessments.
 2 By December 15, 2001, the department shall provide the legislature a
 3 summary of its activities related to lake management districts as well
 4 as recommendations for establishing equitable lake management district
 5 assessments.

6 (25) \$250,000 of the general fund--state appropriation for fiscal
 7 year 2002 and \$250,000 of the general fund--state appropriation for
 8 fiscal year 2003 are provided solely for planning, scientific
 9 assessment, and development processes necessary to assist in completing
 10 the habitat conservation plan for the lower Skykomish river as proposed
 11 by the lower Skykomish river habitat conservation group.

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

13	General Fund--State Appropriation (FY 2002)	\$	33,307,000
14	General Fund--State Appropriation (FY 2003)	\$	33,125,000
15	General Fund--Federal Appropriation	\$	3,440,000
16	General Fund--Private/Local Appropriation	\$	1,865,000
17	Forest Development Account--State		
18	Appropriation	\$	49,002,000
19	Off Road Vehicle Account--State		
20	Appropriation	\$	3,684,000
21	Surveys and Maps Account--State		
22	Appropriation	\$	2,689,000
23	Aquatic Lands Enhancement Account--State		
24	Appropriation	\$	4,333,000
25	Resources Management Cost Account--State		
26	Appropriation	\$	86,500,000
27	Surface Mining Reclamation Account--State		
28	Appropriation	\$	2,550,000
29	Salmon Recovery Account--State		
30	Appropriation	\$	6,400,000
31	Aquatic Land Dredged Material Disposal Site		
32	Account--State Appropriation	\$	1,057,000
33	Natural Resource Conservation Areas Stewardship		
34	Account Appropriation	\$	34,000
35	Air Pollution Control Account--State		
36	Appropriation	\$	629,000
37	Metals Mining Account--State Appropriation	\$	64,000
38	Agricultural College Trust Management Account		

1	Appropriation	\$	3,363,000
2	TOTAL APPROPRIATION	\$	230,042,000

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

5 (1) \$18,000 of the general fund--state appropriation for fiscal
6 year 2002, \$18,000 of the general fund--state appropriation for fiscal
7 year 2003, and \$998,000 of the aquatic lands enhancement account
8 appropriation are provided solely for the implementation of the Puget
9 Sound work plan and agency action items DNR-01, DNR-02, and DNR-04.

10 (2)(a) \$6,400,000 of the salmon recovery account appropriation,
11 \$838,000 of the general fund--state appropriation for fiscal year 2002,
12 and \$838,000 of the general fund--state appropriation for fiscal year
13 2003 are provided solely for implementation of chapter 4, Laws of 1999
14 sp. sess. (forest practices and salmon recovery).

15 (b) \$250,000 of the salmon recovery account appropriation is
16 provided solely for and shall be expended to develop a small forest
17 landowner data base in ten counties. \$150,000 of the amount in this
18 subsection shall be used to purchase the data. \$100,000 of the amount
19 in this subsection shall purchase contracted analysis of the data.

20 (3) \$2,000,000 of the forest development account appropriation is
21 provided solely for road decommissioning, maintenance, and repair in
22 the Lake Whatcom watershed.

23 (4) \$70,000 of the general fund--state appropriation for fiscal
24 year 2002, \$27,000 of the general fund--state appropriation for fiscal
25 year 2003, \$447,000 of the forest fire protection assessment account
26 appropriation, \$22,000 of the forest development account appropriation,
27 and \$76,000 of the resource management cost account appropriation are
28 provided solely to implement Senate Bill No. 5447 (modifying forest
29 fire protection assessments). If the bill is not enacted by June 30,
30 2001, the amount provided in this subsection shall lapse.

31 (5) \$1,790,000 of the agricultural college trust land account
32 appropriation is provided solely to manage approximately 70,700 acres
33 of Washington State University's agricultural college trust lands.

34 (6) The entire appropriation from the access road revolving fund is
35 provided solely for and shall be expended to survey, map, and evaluate
36 and construct, improve, or abandon trust land roads to meet the
37 requirements of the forests and fish agreement.

38 (7) \$4,000 of the general fund--state appropriation for fiscal year
39 2002 and \$4,000 of the general fund--state appropriation for fiscal

1 year 2003 are provided solely to compensate the forest board trust for
2 a portion of the lease to the Crescent television improvement district
3 consistent with RCW 79.12.055.

4 (8) The appropriation from the off-road vehicle account--state is
5 provided under RCW 46.09.170(1)(a)(ii) and is provided solely for
6 projects that bring off-road vehicle recreation facilities into
7 compliance with the requirements, guidelines, spirit, and intent of the
8 federal Americans with disabilities act and do not compromise or impair
9 sensitive natural resources.

10 (9) \$828,000 of the surface mine reclamation account appropriation
11 is provided to implement Senate Bill No. 5860 (surface mining fees).
12 If the bill is not enacted by June 30, 2001, the amount provided in
13 this subsection shall lapse.

14 (10) \$1,600,000 of the aquatic lands enhancement account
15 appropriation and \$400,000 of the resources management cost account
16 appropriation are provided solely to improve asset management on state-
17 owned aquatic lands. The department shall streamline the use
18 authorization process for businesses operating on state-owned aquatic
19 lands and issue decisions on 325 pending lease applications by June 30,
20 2002. The department, in consultation with the attorney general, shall
21 develop a strategic program to resolve claims related to contaminated
22 sediments on state-owned aquatic lands.

23 (11) \$246,000 of the resource management cost account appropriation
24 is provided to the department for continuing control of spruce budworm.

25 (12) \$187,000 of the general fund--state appropriation for fiscal
26 year 2002 and \$187,000 of the general fund--state appropriation for
27 fiscal year 2003 are provided solely to administer the federal forest
28 legacy program.

29 (13) \$213,000 of the forest development account appropriation and
30 \$320,000 of the resource management cost account appropriation are
31 provided to implement Senate Bill No. 5862 (marketing valuable
32 materials). If the bill is not enacted by June 30, 2001, the amount
33 provided in this subsection shall lapse.

34 (14) \$100,000 of the aquatic lands enhancement account is provided
35 solely for the development and initial implementation of a statewide
36 management plan for the following marine reserves: Cherry Point marine
37 reserve, Fidalgo Bay marine reserve, Commencement Bay marine reserve,
38 Cypress Island marine reserve, and Maury Island marine reserve.

1 (15) \$7,657,859 of the general fund--state appropriation for fiscal
2 year 2002 and \$7,657,859 of the general fund--state appropriation for
3 fiscal year 2003 are provided solely for emergency fire suppression.

4 (16) \$663,000 of the general fund--state appropriation for fiscal
5 year 2002 and \$689,000 of the general fund--state appropriation for
6 fiscal year 2003 are provided to employ residents of the state between
7 eighteen and twenty-five years of age in activities to enhance
8 Washington's natural, historic, environmental, and recreational
9 resources.

10 (17) \$4,750,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$4,750,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely for fire protection activities.
13 \$2,500,000 of this amount is provided solely to the department for
14 adding one extra crew person per fire engine.

15 (18) \$550,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$550,000 of the general fund--state appropriation for
17 fiscal year 2003 are provided solely to the department for planning,
18 management, and stewardship of natural area preserves and natural
19 resources conservation areas.

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

21	General Fund--State Appropriation (FY 2002) . . . \$	7,857,000
22	General Fund--State Appropriation (FY 2003) . . . \$	7,714,000
23	General Fund--Federal Appropriation \$	4,711,000
24	General fund--Private/Local Appropriation \$	410,000
25	Aquatic Lands Enhancement Account--State	
26	Appropriation \$	2,305,000
27	Water Quality Account--State Appropriation . . . \$	832,000
28	State Toxics Control Account--State	
29	Appropriation \$	1,391,000
30	TOTAL APPROPRIATION \$	25,220,000

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

33 (1) \$36,000 of the general fund--state appropriation for fiscal
34 year 2002 and \$37,000 of the general fund--state appropriation for
35 fiscal year 2003 are provided solely for implementation of the Puget
36 Sound work plan and agency action item DOA-01.

37 (2) \$832,000 of the water quality account appropriation and
38 \$298,000 of the agricultural local account are provided solely to

1 establish a program to monitor pesticides in surface water, evaluate
2 pesticide exposure on salmon species listed under the provisions of the
3 endangered species act, and implement actions needed to protect
4 salmonids.

5 (3) \$1,480,000 of the aquatic lands enhancement account
6 appropriation is provided solely to initiate a four-year plan to
7 eradicate infestations of spartina in Puget Sound, Hood Canal, and
8 Grays Harbor and begin the reduction in spartina infestations in
9 Willapa Bay, eradicating 25 percent of the 4,000-plus acres of spartina
10 in Willapa Bay by June 30, 2003.

11 (4) \$112,000 of the general fund--state appropriation for fiscal
12 year 2002, \$113,000 of the general fund--state appropriation for fiscal
13 year 2003, and \$225,000 of the general fund--federal appropriation are
14 provided solely to the small farm and direct marketing program to
15 support small farms in complying with federal, state, and local
16 regulations, facilitating access to food processing centers, and
17 assisting with grant funding requests.

18 (5) \$31,000 of the agricultural local account is provided solely to
19 implement Senate Bill No. 5534 (pesticide use in schools). If the bill
20 is not enacted by June 30, 2001, the amount provided in this subsection
21 shall lapse.

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

24 Pollution Liability Insurance Program Trust Account--
25 State Appropriation \$ 984,000

26 (End of part)

**PART IV
TRANSPORTATION**

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

4	General Fund--State Appropriation (FY 2002) . . . \$	5,735,000
5	General Fund--State Appropriation (FY 2003) . . . \$	5,541,000
6	Architects' License Account--State	
7	Appropriation \$	707,000
8	Cemetery Account--State Appropriation \$	214,000
9	Profession Engineers' Account--State	
10	Appropriation \$	3,037,000
11	Real Estate Commission--State Appropriation . . . \$	6,785,000
12	Master License Account--State Appropriation . . . \$	8,418,000
13	Uniform Commercial Code Account--State	
14	Appropriation \$	3,108,000
15	Real Estate Education Account--State	
16	Appropriation \$	303,000
17	Funeral Directors and Embalmers Account--State	
18	Appropriation \$	490,000
19	Washington Real Estate Research Account	
20	Appropriation \$	316,000
21	Data Processing Revolving Account--State	
22	Appropriation \$	23,000
23	TOTAL APPROPRIATION \$	34,677,000

24 The appropriations in this section are subject to the following
25 conditions and limitations: During fiscal years 2002 and 2003, the
26 department is authorized to increase fees in the real estate program in
27 excess of the fiscal growth factor, established under chapter 43.135
28 RCW.

NEW SECTION. Sec. 402. FOR THE STATE PATROL

30	General Fund--State Appropriation (FY 2002) . . . \$	22,972,000
31	General Fund--State Appropriation (FY 2003) . . . \$	9,149,000
32	General Fund--Federal Appropriation \$	4,178,000
33	General Fund--Private/Local Appropriation \$	369,000
34	Death Investigations Account--State	
35	Appropriation \$	3,899,000

PART V
EDUCATION

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

(1) STATE AGENCY OPERATIONS

General Fund--State Appropriation (FY 2002) . . . \$	11,938,000
General Fund--State Appropriation (FY 2003) . . . \$	11,847,000
General Fund--Federal Appropriation \$	23,668,000
TOTAL APPROPRIATION \$	47,453,000

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

(a) \$10,966,000 of the general fund--state appropriation for fiscal year 2002 and \$10,975,000 of the general fund--state appropriation for fiscal year 2003 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(b) \$541,000 of the general fund--state appropriation for fiscal year 2002 and \$441,000 of the general fund--state appropriation for fiscal year 2003 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities. Of the general fund--state appropriation for fiscal year 2002, \$100,000 is provided solely for certificate of mastery development and validation.

(c) \$431,000 of the general fund--state appropriation for fiscal year 2002 and \$431,000 of the general fund--state appropriation for fiscal year 2003 are provided solely for the operation and expenses of the Washington professional educator standards board.

(2) STATEWIDE PROGRAMS

General Fund--State Appropriation (FY 2002) . . . \$	15,214,000
General Fund--State Appropriation (FY 2003) . . . \$	17,603,000
General Fund--Federal Appropriation \$	213,016,000
TOTAL APPROPRIATION \$	245,833,000

The appropriations in this subsection are provided solely for the statewide programs specified in this subsection and are subject to the following conditions and limitations:

1 (a) The superintendent shall select which items in this subsection
2 to fund at the maximum general fund--state authorized level. The
3 superintendent may choose not to fund one or more items in this
4 subsection.

5 (b) HEALTH AND SAFETY

6 (i) A maximum of \$150,000 of the general fund--state appropriation
7 for fiscal year 2002 and a maximum of \$150,000 of the fiscal year 2003
8 appropriation are provided for alcohol and drug prevention programs
9 pursuant to RCW 66.08.180.

10 (ii) A maximum \$2,621,000 of the general fund--state appropriation
11 for fiscal year 2002 and a maximum of \$2,621,000 of the general fund--
12 state appropriation for fiscal year 2003 are provided for a corps of
13 nurses located at educational service districts, as determined by the
14 superintendent of public instruction, to be dispatched to the most
15 needy schools to provide direct care to students, health education, and
16 training for school staff.

17 (iii) A maximum of \$100,000 of the general fund--state
18 appropriation for fiscal year 2002 and a maximum of \$100,000 of the
19 general fund--state appropriation for fiscal year 2003 are provided to
20 create a school safety center subject to the following conditions and
21 limitations.

22 (A) The safety center shall: Disseminate successful models of
23 school safety plans and cooperative efforts; provide assistance to
24 schools to establish a comprehensive safe school plan; select models of
25 cooperative efforts that have been proven successful; act as an
26 information dissemination and resource center when an incident occurs
27 in a school district either in Washington or in another state;
28 coordinate activities relating to school safety; review and approve
29 manuals and curricula used for school safety models and training; and
30 develop and maintain a school safety information web site.

31 (B) The school safety center shall be established in the office of
32 the superintendent of public instruction. The superintendent of public
33 instruction shall participate in a school safety center advisory
34 committee that includes representatives of educators, classified staff,
35 principals, superintendents, administrators, the American society for
36 industrial security, the state criminal justice training commission,
37 and others deemed appropriate and approved by the school safety center
38 advisory committee. Members of the committee shall be chosen by the
39 groups they represent. In addition, the Washington association of

1 sheriffs and police chiefs shall appoint representatives of law
2 enforcement to participate on the school safety center advisory
3 committee. The advisory committee shall select a chair.

4 (C) The school safety center advisory committee shall develop a
5 training program, using the best practices in school safety, for all
6 school safety personnel.

7 (iv) A maximum of \$113,000 of the general fund--state appropriation
8 for fiscal year 2002 and a maximum of \$103,000 of the general fund--
9 state appropriation for fiscal year 2003 are provided for a school
10 safety training program provided by the criminal justice training
11 commission subject to the following conditions and limitations:

12 (A) The criminal justice training commission with assistance of the
13 school safety center advisory committee established in section
14 2(b)(iii) of this section shall develop manuals and curricula for a
15 training program for all school safety personnel.

16 (B) The Washington state criminal justice training commission, in
17 collaboration with the advisory committee, shall provide the school
18 safety training for all school administrators and school safety
19 personnel, including school safety personnel hired after the effective
20 date of this section.

21 (v) A maximum of \$238,000 of the general fund--state appropriation
22 for fiscal year 2002 and a maximum of \$237,000 of the general
23 fund--state appropriation for fiscal year 2003 are provided to
24 implement the anti-bullying and harassment training as specified in
25 Engrossed Substitute Senate Bill No. 5528.

26 (vi) A maximum of \$4,750,000 of the general fund--state
27 appropriation for fiscal year 2002 and a maximum of \$4,739,000 of the
28 general fund--state appropriation for fiscal year 2003 are provided for
29 a safety allocation to districts subject to the following conditions
30 and limitations:

31 (A) The funds shall be allocated at a maximum rate of \$5.00 per
32 year per full-time equivalent K-12 student enrolled in each school
33 district in the prior school year.

34 (B) The funds may be used by school districts: To implement Senate
35 Bill No. 5543 (student safety) concerning safe school plans in each
36 school building and to implement the plans; to provide anti-bullying
37 and harassment training; to implement and contribute to a school safety
38 hotline; and to provide and train school safety personnel.

1 (vii) A maximum of \$200,000 of the general fund--state
2 appropriation for fiscal year 2002, a maximum of \$200,000 of the
3 general fund--state appropriation for fiscal year 2003, and \$400,000 of
4 the general fund--federal appropriation transferred from the department
5 of health are provided for a program that provides grants to school
6 districts for media campaigns promoting sexual abstinence and
7 addressing the importance of delaying sexual activity, pregnancy, and
8 childbearing until individuals are ready to nurture and support their
9 children. Grants to the school districts shall be for projects that
10 are substantially designed and produced by students. The grants shall
11 require a local private sector match equal to one-half of the state
12 grant, which may include in-kind contribution of technical or other
13 assistance from consultants or firms involved in public relations,
14 advertising, broadcasting, and graphics or video production or other
15 related fields.

16 (viii) A maximum of \$300,000 of the general fund--state
17 appropriation for fiscal year 2002 and a maximum of \$300,000 of the
18 general fund--state appropriation for fiscal year 2003 are provided for
19 a nonviolence and leadership training program provided by the institute
20 for community leadership. The program shall provide the following:

21 (A) Statewide nonviolence leadership coaches training program for
22 certification of teachers and community members in nonviolence
23 leadership workshops;

24 (B) Statewide leadership nonviolence student exchanges, training,
25 and speaking opportunities for student workshop participants; and

26 (C) A request for proposal process, with up to 80 percent funding,
27 for nonviolence leadership workshops serving at least 24 school
28 districts with direct programming in 72 elementary, middle, and high
29 schools throughout Washington state.

30 (ix) A maximum of \$1,500,000 of the general fund--state
31 appropriation for fiscal year 2002 and a maximum of \$1,500,000 of the
32 general fund--state appropriation for fiscal year 2003 are provided for
33 school district petitions to juvenile court for truant students as
34 provided in RCW 28A.225.030 and 28A.225.035. Allocation of this money
35 to school districts shall be based on the number of petitions filed.

36 (c) TECHNOLOGY

37 (i) A maximum of \$2,000,000 of the general fund--state
38 appropriation for fiscal year 2002 and a maximum of \$2,000,000 of the
39 general fund--state appropriation for fiscal year 2003 are provided for

1 K-20 telecommunications network technical support in the K-12 sector to
2 prevent system failures and avoid interruptions in school utilization
3 of the data processing and video-conferencing capabilities of the
4 network. These funds may be used to purchase engineering and advanced
5 technical support for the network. A maximum of \$650,000 of this
6 amount may be expended for state-level administration and staff
7 training on the K-20 network.

8 (d) GRANTS AND ALLOCATIONS

9 (i) A maximum of \$74,000 of the general fund--state appropriation
10 for fiscal year 2002 and a maximum of \$2,915,000 of the general fund--
11 state appropriation for fiscal year 2003 are provided for Senate Bill
12 No. 5695 (alternative certification routes). If the bill is not
13 enacted by June 30, 2001, the amount provided in this subsection shall
14 lapse. The stipend allocation per teacher candidate and mentor pair
15 shall not exceed \$28,318.

16 (ii) A maximum of \$31,500 of the general fund--state appropriation
17 for fiscal year 2002 and a maximum of \$31,500 of the general fund--
18 state appropriation for fiscal year 2003 are provided for operation of
19 the Cispus environmental learning center.

20 (iii) A maximum of \$2,150,000 of the general fund--state
21 appropriation for fiscal year 2002 and a maximum of \$2,150,000 of the
22 general fund--state appropriation for fiscal year 2003 are provided for
23 complex need grants. The maximum grants for eligible districts are
24 specified in LEAP Document 30C as developed on April 27, 1997, at 03:00
25 hours.

26 (iv) A maximum of \$1,377,000 of the general fund--state
27 appropriation for fiscal year 2002 and a maximum of \$1,377,000 of the
28 general fund--state appropriation for fiscal year 2003 are provided for
29 educational centers, including state support activities. \$100,000 of
30 this amount is provided to help stabilize funding through distribution
31 among existing education centers that are currently funded by the state
32 at an amount less than \$100,000 a biennium.

33 (v) A maximum of \$50,000 of the general fund--state appropriation
34 for fiscal year 2002 and a maximum of \$50,000 of the general fund--
35 state appropriation for fiscal year 2003 are provided for an
36 organization in southwest Washington that received funding from the
37 Spokane educational center in the 1995-97 biennium and provides
38 educational services to students who have dropped out of school.

1 (vi) A maximum of \$50,000 of the general fund--state appropriation
2 for fiscal year 2002 and a maximum of \$50,000 of the general fund--
3 state appropriation for fiscal year 2003 are provided for allocation to
4 the primary coordinators of the state geographic alliance to improve
5 the teaching of geography in schools.

6 (vii) A maximum of \$800,000 of the general fund--state
7 appropriation for fiscal year 2002 and a maximum of \$800,000 of the
8 general fund--state appropriation for fiscal year 2003 are provided for
9 grants for magnet schools.

10 (viii) A maximum of \$1,262,000 of the general fund--state
11 appropriation for fiscal year 2002 and a maximum of \$1,262,000 of the
12 general fund--state appropriation for fiscal year 2003 are provided for
13 in-service training and educational programs conducted by the Pacific
14 Science Center.

15 (ix) A maximum of \$100,000 of the general fund--state appropriation
16 for fiscal year 2002 and a maximum of \$100,000 of the general fund--
17 state appropriation for fiscal year 2003 are provided to support
18 vocational student leadership organizations.

19 (x) \$9,900,000 of the general fund--federal appropriation is
20 provided for the Washington Reads project to enhance high quality
21 reading instruction and school programs.

22 (xi) \$30,700,000 of the general fund--federal appropriation is
23 provided for school renovation grants for school districts with urgent
24 school renovation needs, special education-related renovations, and
25 technology related renovations.

26 (xii) \$1,952,000 of the general fund--federal appropriation is
27 provided for LINKS technology challenge grants to integrate educational
28 reform with state technology systems and development of technology
29 products that enhance professional development and classroom
30 instruction.

31 (xiii) \$423,000 of the general fund--federal appropriation is
32 provided for the advanced placement fee program to increase
33 opportunities for low-income students and under-represented populations
34 to participate in advanced placement courses and to increase the
35 capacity of schools to provide advanced placement courses to students.

36 (xiv) \$12,318,000 of the general fund--federal appropriation is
37 provided for comprehensive school reform demonstration projects to
38 provide grants to low-income schools for improving student achievement

1 through adoption and implementation of research-based curricula and
2 instructional programs.

3 (xv) \$4,228,000 of the general fund--federal appropriation is
4 provided for teacher quality enhancement through provision of consortia
5 grants to school districts and higher education institutions to improve
6 teacher preparation and professional development.

7 NEW SECTION. **Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**
8 **INSTRUCTION--FOR GENERAL APPORTIONMENT**

9	General Fund--State Appropriation (FY 2002) . . . \$	3,762,126,000
10	General Fund--State Appropriation (FY 2003) . . . \$	3,752,921,000
11	TOTAL APPROPRIATION \$	7,515,047,000

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

14 (1) Each general fund fiscal year appropriation includes such funds
15 as are necessary to complete the school year ending in the fiscal year
16 and for prior fiscal year adjustments.

17 (2) Allocations for certificated staff salaries for the 2001-02 and
18 2002-03 school years shall be determined using formula-generated staff
19 units calculated pursuant to this subsection. Staff allocations for
20 small school enrollments in (d) through (f) of this subsection shall be
21 reduced for vocational full-time equivalent enrollments. Staff
22 allocations for small school enrollments in grades K-6 shall be the
23 greater of that generated under (a) of this subsection, or under (d)
24 and (e) of this subsection. Certificated staffing allocations shall be
25 as follows:

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

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

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

34 (iii) Forty-six certificated instructional staff units per thousand
35 full-time equivalent students in grades 4-12; and

36 (iv) An additional 6.4 certificated instructional staff units for
37 grades K-3 and an additional 9.4 certificated instructional staff units
38 for grade 4. This includes 2.2 certificated instructional staff

1 transferred from the 2000-2001 school year better schools program. Any
2 funds allocated for the additional certificated units provided in this
3 subsection (iv) shall not be considered as basic education funding;

4 (A) Funds provided under this subsection (2)(a)(iv) in excess of
5 the amount required to maintain the statutory minimum ratio established
6 under RCW 28A.150.260(2)(b) shall be allocated only if the district
7 documents an actual ratio equal to or greater than 55.4 certificated
8 instructional staff per thousand full-time equivalent students in
9 grades K-4. For any school district documenting a lower certificated
10 instructional staff ratio, the allocation shall be based on the
11 district's actual grades K-4 certificated instructional staff ratio
12 achieved in that school year, or the statutory minimum ratio
13 established under RCW 28A.150.260(2)(b), if greater;

14 (B) Districts at or above 51.0 certificated instructional staff per
15 one thousand full-time equivalent students in grades K-4 may dedicate
16 up to 1.3 of the 55.4 funding ratio to employ additional classified
17 instructional assistants assigned to basic education classrooms in
18 grades K-4. For purposes of documenting a district's staff ratio under
19 this section, funds used by the district to employ additional
20 classified instructional assistants shall be converted to a
21 certificated staff equivalent and added to the district's actual
22 certificated instructional staff ratio. Additional classified
23 instructional assistants, for the purposes of this subsection, shall be
24 determined using the 1989-90 school year as the base year;

25 (C) Any district maintaining a ratio equal to or greater than 55.4
26 certificated instructional staff per thousand full-time equivalent
27 students in grades K-4 may use allocations generated under this
28 subsection (2)(a)(iv) in excess of that required to maintain the
29 minimum ratio established under RCW 28A.150.260(2)(b) to employ
30 additional basic education certificated instructional staff or
31 classified instructional assistants in grades 5-6. Funds allocated
32 under this subsection (2)(a)(iv) shall only be expended to reduce class
33 size in grades K-6. No more than 1.3 of the certificated instructional
34 funding ratio amount may be expended for provision of classified
35 instructional assistants;

36 (b) For school districts with a minimum enrollment of 250 full-time
37 equivalent students whose full-time equivalent student enrollment count
38 in a given month exceeds the first of the month full-time equivalent
39 enrollment count by 5 percent, an additional state allocation of 110

1 percent of the share that such increased enrollment would have
2 generated had such additional full-time equivalent students been
3 included in the normal enrollment count for that particular month;

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

5 (A) Vocational education programs approved by the superintendent of
6 public instruction, a maximum of 0.92 certificated instructional staff
7 units and 0.08 certificated administrative staff units for each 19.5
8 full-time equivalent vocational students; and

9 (B) Skills center programs meeting the standards for skills center
10 funding established in January 1999 by the superintendent of public
11 instruction, 0.92 certificated instructional staff units and 0.08
12 certificated administrative units for each 16.67 full-time equivalent
13 vocational students; and

14 (ii) Vocational full-time equivalent enrollment shall be reported
15 on the same monthly basis as the enrollment for students eligible for
16 basic support, and payments shall be adjusted for reported vocational
17 enrollments on the same monthly basis as those adjustments for
18 enrollment for students eligible for basic support;

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

25 (i) For those enrolling no students in grades 7 and 8, 1.76
26 certificated instructional staff units and 0.24 certificated
27 administrative staff units for enrollment of not more than five
28 students, plus one-twentieth of a certificated instructional staff unit
29 for each additional student enrolled; and

30 (ii) For those enrolling students in grades 7 or 8, 1.68
31 certificated instructional staff units and 0.32 certificated
32 administrative staff units for enrollment of not more than five
33 students, plus one-tenth of a certificated instructional staff unit for
34 each additional student enrolled;

35 (e) For specified enrollments in districts enrolling more than
36 twenty-five but not more than one hundred average annual full-time
37 equivalent students in grades K-8, and for small school plants within
38 any school district which enroll more than twenty-five average annual

1 full-time equivalent students in grades K-8 and have been judged to be
2 remote and necessary by the state board of education:

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

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

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

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

18 (ii) For all other small high schools under this subsection, nine
19 certificated instructional staff units and one-half of a certificated
20 administrative staff unit for the first sixty average annual full time
21 equivalent students, and additional staff units based on a ratio of
22 0.8732 certificated instructional staff units and 0.1268 certificated
23 administrative staff units per each additional forty-three and one-half
24 average annual full time equivalent students.

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

29 (g) For each nonhigh school district having an enrollment of more
30 than seventy annual average full-time equivalent students and less than
31 one hundred eighty students, operating a grades K-8 program or a grades
32 1-8 program, an additional one-half of a certificated instructional
33 staff unit; and

34 (h) For each nonhigh school district having an enrollment of more
35 than fifty annual average full-time equivalent students and less than
36 one hundred eighty students, operating a grades K-6 program or a grades
37 1-6 program, an additional one-half of a certificated instructional
38 staff unit.

1 (3) Allocations for classified salaries for the 2001-02 and 2002-03
2 school years shall be calculated using formula-generated classified
3 staff units determined as follows:

4 (a) For enrollments generating certificated staff unit allocations
5 under subsection (2)(d) through (h) of this section, one classified
6 staff unit for each three certificated staff units allocated under such
7 subsections;

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

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

15 (4) Fringe benefit allocations shall be calculated at a rate of
16 11.37 percent in the 2001-02 school year and 11.37 percent in the 2002-
17 03 school year for certificated salary allocations provided under
18 subsection (2) of this section, and a rate of 12.96 percent in the
19 2001-02 school year and 12.96 percent in the 2002-03 school year for
20 classified salary allocations provided under subsection (3) of this
21 section.

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

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

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

33 (6)(a) For nonemployee-related costs associated with each
34 certificated staff unit allocated under subsection (2)(a), (b), and (d)
35 through (h) of this section, there shall be provided a maximum of
36 \$8,519 per certificated staff unit in the 2001-02 school year and a
37 maximum of \$8,715 per certificated staff unit in the 2002-03 school
38 year.

1 (b) For nonemployee-related costs associated with each vocational
2 certificated staff unit allocated under subsection (2)(c)(i)(A) of this
3 section, there shall be provided a maximum of \$20,920 per certificated
4 staff unit in the 2001-02 school year and a maximum of \$21,401 per
5 certificated staff unit in the 2002-03 school year.

6 (c) For nonemployee-related costs associated with each vocational
7 certificated staff unit allocated under subsection (2)(c)(i)(B) of this
8 section, there shall be provided a maximum of \$16,233 per certificated
9 staff unit in the 2001-02 school year and a maximum of \$16,606 per
10 certificated staff unit in the 2002-03 school year.

11 (7) Allocations for substitute costs for classroom teachers shall
12 be distributed at a maintenance rate of \$494.34 for the 2001-02 and
13 2002-03 school years per allocated classroom teachers exclusive of
14 salary increase amounts provided in section 504 of this act. Solely
15 for the purposes of this subsection, allocated classroom teachers shall
16 be equal to the number of certificated instructional staff units
17 allocated under subsection (2) of this section, multiplied by the ratio
18 between the number of actual basic education certificated teachers and
19 the number of actual basic education certificated instructional staff
20 reported statewide for the prior school year.

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

30 (9) The superintendent may distribute a maximum of \$6,510,000
31 outside the basic education formula during fiscal years 2002 and 2003
32 as follows:

33 (a) For fire protection for school districts located in a fire
34 protection district as now or hereafter established pursuant to chapter
35 52.04 RCW, a maximum of \$480,000 may be expended in fiscal year 2002
36 and a maximum of \$491,000 may be expended in fiscal year 2003;

37 (b) For summer vocational programs at skills centers, a maximum of
38 \$2,098,000 may be expended each fiscal year;

1 (c) A maximum of \$343,000 may be expended for school district
2 emergencies; and

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

9 (10) For purposes of RCW 84.52.0531, the increase per full-time
10 equivalent student in state basic education appropriations provided
11 under this act, including appropriations for salary and benefits
12 increases, is 2.5 percent from the 2000-01 school year to the 2001-02
13 school year, and 3.3 percent from the 2000-01 school year to the 2002-
14 03 school year.

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

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

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

29 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**
30 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION.** (1) The following
31 calculations determine the salaries used in the general fund
32 allocations for certificated instructional, certificated
33 administrative, and classified staff units under section 502 of this
34 act:

35 (a) Salary allocations for certificated instructional staff units
36 shall be determined for each district by multiplying the district's
37 certificated instructional total base salary shown on LEAP Document 12E
38 for the appropriate year, by the district's average staff mix factor

1 for basic education and special education certificated instructional
2 staff in that school year, computed using LEAP Document 1S; and

3 (b) Salary allocations for certificated administrative staff units
4 and classified staff units for each district shall be based on the
5 district's certificated administrative and classified salary allocation
6 amounts shown on LEAP Document 12E for the appropriate year.

7 (2) For the purposes of this section:

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

13 (b) "LEAP Document 1S" means the computerized tabulation
14 establishing staff mix factors for certificated instructional staff
15 according to education and years of experience, as developed by the
16 legislative evaluation and accountability program committee on March
17 25, 1999, at 16:55 hours; and

18 (c) "LEAP Document 12E" means the computerized tabulation of 2001-
19 02 and 2002-03 school year salary allocations for certificated
20 administrative staff and classified staff and derived and total base
21 salaries for certificated instructional staff as developed by the
22 legislative evaluation and accountability program committee on March
23 13, 2001, at 16:32 hours.

24 (3) Incremental fringe benefit factors shall be applied to salary
25 adjustments at a rate of 10.73 percent for school years 2001-02 and
26 2002-03 for certificated staff and 9.46 percent for school years 2001-
27 02 and 2002-03 for classified staff.

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

31 K-12 Salary Schedule for Certificated Instructional Staff
32 2001-02 School Year

33 Years of					
34 Service	BA	BA+15	BA+30	BA+45	BA+90
35 0	27,467	28,209	28,977	29,746	32,219
36 1	27,836	28,588	29,366	30,171	32,668
37 2	28,464	29,231	30,025	30,900	33,414
38 3	29,401	30,192	31,009	31,931	34,490

1	4	30,063	30,896	31,727	32,689	35,290
2	5	30,750	31,595	32,443	33,468	36,085
3	6	31,147	31,974	32,850	33,928	36,531
4	7	32,164	33,010	33,909	35,055	37,724
5	8	33,195	34,088	35,008	36,248	38,954
6	9		35,205	36,169	37,455	40,223
7	10			37,344	38,724	41,529
8	11				40,029	42,895
9	12				41,293	44,298
10	13					45,736
11	14					47,181
12	15					48,408
13	16 or more					49,376

14	Years of				MA+90
15	Service	BA+135	MA	MA+45	or PHD
16	0	33,811	32,931	35,403	36,996
17	1	34,252	33,297	35,793	37,377
18	2	35,030	33,995	36,509	38,124
19	3	36,177	35,027	37,585	39,273
20	4	37,007	35,755	38,355	40,072
21	5	37,853	36,503	39,121	40,889
22	6	38,308	36,904	39,508	41,285
23	7	39,569	38,031	40,700	42,546
24	8	40,867	39,225	41,930	43,843
25	9	42,201	40,430	43,200	45,177
26	10	43,572	41,700	44,505	46,549
27	11	44,979	43,005	45,872	47,956
28	12	46,446	44,362	47,275	49,422
29	13	47,947	45,766	48,712	50,923
30	14	49,505	47,212	50,251	52,481
31	15	50,792	48,439	51,557	53,846
32	16 or more	51,808	49,407	52,589	54,923

33 K-12 Allocation Salary Schedule For Certificated Instructional Staff
34 2002-03 School Year

35	Years of					
36	Service	BA	BA+15	BA+30	BA+45	BA+90
37	0	28,318	29,083	29,875	30,668	33,217

1	1	28,699	29,473	30,276	31,106	33,680
2	2	29,345	30,137	30,955	31,857	34,449
3	3	30,312	31,127	31,970	32,920	35,559
4	4	30,994	31,854	32,710	33,702	36,383
5	5	31,703	32,574	33,448	34,505	37,203
6	6	32,112	32,964	33,868	34,979	37,663
7	7	33,160	34,033	34,959	36,141	38,893
8	8	34,223	35,145	36,092	37,372	40,161
9	9		36,295	37,289	38,616	41,470
10	10			38,501	39,923	42,815
11	11				41,269	44,225
12	12				42,572	45,671
13	13					47,153
14	14					48,642
15	15					49,907
16	16 or more					50,906

17	Years of				MA+90
18	Service	BA+135	MA	MA+45	or PHD
19	0	34,859	33,951	36,500	38,142
20	1	35,313	34,328	36,902	38,535
21	2	36,116	35,048	37,640	39,305
22	3	37,298	36,112	38,750	40,490
23	4	38,153	36,863	39,544	41,314
24	5	39,026	37,634	40,333	42,156
25	6	39,495	38,047	40,732	42,564
26	7	40,795	39,210	41,961	43,864
27	8	42,133	40,440	43,229	45,201
28	9	43,509	41,683	44,538	46,577
29	10	44,922	42,992	45,884	47,991
30	11	46,373	44,337	47,293	49,442
31	12	47,885	45,736	48,739	50,953
32	13	49,432	47,184	50,221	52,501
33	14	51,039	48,675	51,808	54,107
34	15	52,366	49,940	53,155	55,514
35	16 or more	53,413	50,938	54,218	56,624

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

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

5 (i) Credits earned since receiving the masters degree; and

6 (ii) Any credits in excess of forty-five credits that were earned
7 after the baccalaureate degree but before the masters degree.

8 (5) For the purposes of this section:

9 (a) "BA" means a baccalaureate degree.

10 (b) "MA" means a masters degree.

11 (c) "PHD" means a doctorate degree.

12 (d) "Years of service" shall be calculated under the same rules
13 adopted by the superintendent of public instruction.

14 (e) "Credits" means college quarter hour credits and equivalent in-
15 service credits computed in accordance with RCW 28A.415.020 and
16 28A.415.023.

17 (6) No more than ninety college quarter-hour credits received by
18 any employee after the baccalaureate degree may be used to determine
19 compensation allocations under the state salary allocation schedule and
20 LEAP documents referenced in this act, or any replacement schedules and
21 documents, unless:

22 (a) The employee has a masters degree; or

23 (b) The credits were used in generating state salary allocations
24 before January 1, 1992.

25 (7) The certificated instructional staff base salary specified for
26 each district in LEAP Document 12E and the salary schedules in
27 subsection (4)(a) of this section include three learning improvement
28 days originally added in the 1999-00 school year. A school district is
29 eligible for the learning improvement day funds for school years 2001-
30 02 and 2002-03, only if three days have been added to the base contract
31 in effect for the 1998-99 school year. If fewer than three days are
32 added, the additional learning improvement allocation shall be adjusted
33 accordingly. The additional days shall be for activities related to
34 improving student learning consistent with education reform
35 implementation. The length of a learning improvement day shall not be
36 less than the length of a full day under the base contract. The
37 superintendent of public instruction shall ensure that school districts
38 adhere to the intent and purposes of this subsection.

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

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

5	General Fund--State Appropriation (FY 2002) . . . \$	123,141,000
6	General Fund--State Appropriation (FY 2003) . . . \$	271,694,000
7	TOTAL APPROPRIATION \$	394,835,000

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

10 (1) \$318,422,000 is provided for a cost of living adjustment of 3.7
11 percent effective September 1, 2001, and another 3.1 percent effective
12 September 1, 2002, for state formula staff units, in accordance with
13 chapter 4, Laws of 2001 (Initiative Measure No. 732). The
14 appropriations include associated incremental fringe benefit
15 allocations at rates of 10.73 percent for school years 2001-02 and
16 2002-03 for certificated staff and 9.46 percent for school years 2001-
17 02 and 2002-03 for classified staff.

18 (a) The appropriations in this section include the increased
19 portion of salaries and incremental fringe benefits for all relevant
20 state-funded school programs in part V of this act, in accordance with
21 chapter 4, Laws of 2001 (Initiative Measure No. 732). Salary
22 adjustments for state employees in the office of superintendent of
23 public instruction and the education reform program are provided in
24 part VII of this act. Increases for general apportionment (basic
25 education) are based on the salary allocation schedules and methodology
26 in section 502 of this act. Increases for special education result
27 from increases in each district's basic education allocation per
28 student. Increases for educational service districts and institutional
29 education programs are determined by the superintendent of public
30 instruction using the methodology for general apportionment salaries
31 and benefits in section 502 of this act.

32 (b) The appropriations in this section provide cost-of-living and
33 incremental fringe benefit allocations based on formula adjustments as
34 follows:

35		School Year	
36		2001-02	2002-03
37	Pupil Transportation (per weighted pupil mile)	\$ 0.77	\$ 1.44

1	Highly Capable (per formula student)	\$ 8.76	\$ 16.37
2	Transitional Bilingual Education (per eligible		
3	bilingual student)	\$ 22.75	\$ 42.52
4	Learning Assistance (per entitlement unit)	\$ 11.24	\$ 21.00
5	Substitute Teacher (allocation per teacher,		
6	section 502(7))	\$ 18.29	\$ 34.18

7 (2) This act appropriates general fund--state funds for the purpose
8 of providing the annual salary cost-of-living increase required by
9 section 2, chapter 4, Laws of 2001 (Initiative Measure No. 732) for
10 teachers and other school district employees in the state-funded salary
11 base. For employees not included in the state-funded salary base, the
12 annual salary cost-of-living increase may be provided by school
13 districts from the federal funds appropriated in this act and local
14 revenues, including the adjusted levy base as provided in RCW 84.52.053
15 and section 502 of this act, and state discretionary funds provided
16 under this act.

17 (3) \$76,413,000 is provided for adjustments to insurance benefit
18 allocations. The maintenance rate for insurance benefit allocations is
19 \$427.73 per month for the 2001-02 and 2002-03 school years. The
20 appropriations in this section provide for a rate increase to \$453.77
21 per month for the 2001-02 school year and \$490.18 per month for the
22 2002-03 school year at the following rates:

23		School Year	
24		2001-02	2002-03
25	Pupil Transportation (per weighted pupil mile)	\$ 0.24	\$ 0.57
26	Highly Capable (per formula student)	\$ 1.67	\$ 3.97
27	Transitional Bilingual Education (per eligible		
28	bilingual student)	\$ 4.22	\$ 10.11
29	Learning Assistance (per entitlement unit)	\$ 3.32	\$ 7.95

30 (4) The rates specified in this section are subject to revision
31 each year by the legislature.

32 NEW SECTION. **Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**
33 **INSTRUCTION--FOR PUPIL TRANSPORTATION**

34	General Fund--State Appropriation (FY 2002) . . .	\$	193,226,000
35	General Fund--State Appropriation (FY 2003) . . .	\$	194,328,000
36	TOTAL APPROPRIATION	\$	387,554,000

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

3 (1) Each general fund fiscal year appropriation includes such funds
4 as are necessary to complete the school year ending in the fiscal year
5 and for prior fiscal year adjustments.

6 (2) A maximum of \$767,000 of this fiscal year 2002 appropriation
7 and a maximum of \$785,000 of the fiscal year 2003 appropriation may be
8 expended for regional transportation coordinators and related
9 activities. The transportation coordinators shall ensure that data
10 submitted by school districts for state transportation funding shall,
11 to the greatest extent practical, reflect the actual transportation
12 activity of each district.

13 (3) \$15,000 of the fiscal year 2002 appropriation and \$20,000 of
14 the fiscal year 2003 appropriation are provided solely for the
15 transportation of students enrolled in "choice" programs.
16 Transportation shall be limited to low-income students who are
17 transferring to "choice" programs solely for educational reasons.

18 (4) Allocations for transportation of students shall be based on
19 reimbursement rates of \$37.12 per weighted mile in the 2001-02 school
20 year and \$37.39 per weighted mile in the 2002-03 school year exclusive
21 of salary and benefit adjustments provided in section 504 of this act.
22 Allocations for transportation of students transported more than one
23 radius mile shall be based on weighted miles as determined by
24 superintendent of public instruction multiplied by the per mile
25 reimbursement rates for the school year pursuant to the formulas
26 adopted by the superintendent of public instruction. Allocations for
27 transportation of students living within one radius mile shall be based
28 on the number of enrolled students in grades kindergarten through five
29 living within one radius mile of their assigned school multiplied by
30 the per mile reimbursement rate for the school year multiplied by 1.29.

31 NEW SECTION. **Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**
32 **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

33	General Fund--State Appropriation (FY 2002) . . . \$	3,100,000
34	General Fund--State Appropriation (FY 2003) . . . \$	3,100,000
35	General Fund--Federal Appropriation \$	225,630,000
36	TOTAL APPROPRIATION \$	231,830,000

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

1 (1) \$3,000,000 of the general fund--state appropriation for fiscal
2 year 2002 and \$3,000,000 of the general fund--state appropriation for
3 fiscal year 2003 are provided for state matching money for federal
4 child nutrition programs.

5 (2) \$100,000 of the general fund--state appropriation for fiscal
6 year 2002 and \$100,000 of the 2003 fiscal year appropriation are
7 provided for summer food programs for children in low-income areas.

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

10	General Fund--State Appropriation (FY 2002) . . . \$	421,040,000
11	General Fund--State Appropriation (FY 2003) . . . \$	420,665,000
12	General Fund--Federal Appropriation \$	256,092,000
13	TOTAL APPROPRIATION \$	1,097,797,000

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

16 (1) Funding for special education programs is provided on an excess
17 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
18 that special education students as a class receive their full share of
19 the general apportionment allocation accruing through sections 502 and
20 504 of this act. To the extent a school district cannot provide an
21 appropriate education for special education students under chapter
22 28A.155 RCW through the general apportionment allocation, it shall
23 provide services through the special education excess cost allocation
24 funded in this section.

25 (2) Effective with the 2001-02 school year, the superintendent
26 shall change the S-275 personnel reporting system to ensure that:
27 Special education students are basic education students first and as a
28 class are entitled to the full basic education allocation; and that
29 they are basic education students for the entire school day.

30 (3) Each general fund--state fiscal year appropriation includes
31 such funds as are necessary to complete the school year ending in the
32 fiscal year and for prior fiscal year adjustments.

33 (4) The superintendent of public instruction shall distribute state
34 funds to school districts based on two categories: The optional birth
35 through age two program for special education eligible developmentally
36 delayed infants and toddlers, and the mandatory special education
37 program for special education eligible students ages three to twenty-
38 one. A "special education eligible student" means a student receiving

1 specially designed instruction in accordance with a properly formulated
2 individualized education program.

3 (5)(a) For the 2001-02 and 2002-03 school years, the superintendent
4 shall distribute state funds to each district based on the sum of:

5 (i) A district's annual average headcount enrollment of
6 developmentally delayed infants and toddlers ages birth through two,
7 multiplied by the district's average basic education allocation per
8 full-time equivalent student, multiplied by 1.15; and

9 (ii) A district's annual average full-time equivalent basic
10 education enrollment multiplied by the funded enrollment percent
11 determined pursuant to subsection (6)(c) of this section, multiplied by
12 the district's average basic education allocation per full-time
13 equivalent student multiplied by 0.9309.

14 (b) For purposes of this subsection, "average basic education
15 allocation per full-time equivalent student" for a district shall be
16 based on the staffing ratios required by RCW 28A.150.260 and shall not
17 include enhancements, secondary vocational education, or small schools.

18 (6) The definitions in this subsection apply throughout this
19 section.

20 (a) "Annual average full-time equivalent basic education
21 enrollment" means the resident enrollment including students enrolled
22 through choice (RCW 28A.225.225) and students from nonhigh districts
23 (RCW 28A.225.210) and excluding students residing in another district
24 enrolled as part of an interdistrict cooperative program (RCW
25 28A.225.250).

26 (b) "Enrollment percent" means the district's resident special
27 education annual average enrollment, excluding the birth through age
28 two enrollment, as a percent of the district's annual average full-time
29 equivalent basic education enrollment. For the 2001-02 and the 2002-03
30 school years, each district's funded enrollment percent shall be the
31 lesser of the district's actual enrollment percent for the school year
32 for which the allocation is being determined or 13.0 percent.

33 (7) At the request of any interdistrict cooperative of at least 15
34 districts in which all excess cost services for special education
35 students of the districts are provided by the cooperative, the maximum
36 enrollment percent shall be 13.0, and shall be calculated in the
37 aggregate rather than individual district units. For purposes of this
38 subsection, the average basic education allocation per full-time

1 equivalent student shall be calculated in the aggregate rather than
2 individual district units.

3 (8) A maximum of \$10,784,000 of the general fund--state
4 appropriation for fiscal year 2002 and a maximum of \$10,623,000 of the
5 general fund--state appropriation for fiscal year 2003 are provided as
6 safety net funding for districts with demonstrated needs for state
7 special education funding beyond the amounts provided in subsection (5)
8 of this section. Safety net funding shall be awarded by the state
9 safety net oversight committee.

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

16 (b) The committee shall then consider unmet needs for districts
17 that can convincingly demonstrate that all legitimate expenditures for
18 special education exceed all available revenues from state funding
19 formulas. In the determination of need, the committee shall also
20 consider additional available revenues from federal and local sources.
21 Differences in program costs attributable to district philosophy,
22 service delivery choice, or accounting practices are not a legitimate
23 basis for safety net awards.

24 (c) The maximum allowable indirect cost for calculating safety net
25 eligibility may not exceed the federal restricted indirect cost rate
26 for the district plus one percent.

27 (d) Safety net awards shall be adjusted based on the percent of
28 potential medicaid eligible students billed as calculated by the
29 superintendent in accordance with chapter 318, Laws of 1999.

30 (e) Safety net awards must be adjusted for any audit findings or
31 exceptions related to special education funding.

32 (f) The superintendent may expend up to \$120,000 per year of the
33 amounts provided in this subsection to provide staff assistance to the
34 committee in analyzing applications for safety net funds received by
35 the committee.

36 (9) The superintendent of public instruction may adopt such rules
37 and procedures as are necessary to administer the special education
38 funding and safety net award process. Prior to revising any standards,

1 procedures, or rules, the superintendent shall consult with the office
2 of financial management and the fiscal committees of the legislature.

3 (10) The safety net oversight committee appointed by the
4 superintendent of public instruction shall consist of:

5 (a) One staff from the office of superintendent of public
6 instruction;

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

8 (c) Staff of the office of the financial management; and

9 (d) One or more representatives from school districts or
10 educational service districts knowledgeable of special education
11 programs and funding.

12 (11) To the extent necessary, \$5,500,000 of the general fund--
13 federal appropriation shall be expended for safety net funding to meet
14 the extraordinary needs of one or more individual special education
15 students. If safety net awards to meet the extraordinary needs exceed
16 \$5,500,000 of the general fund--federal appropriation, the
17 superintendent shall expend all available federal discretionary funds
18 necessary to meet this need. General fund--state funds shall not be
19 expended for this purpose.

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

25 (13) \$1,000,000 of the general fund--federal appropriation is
26 provided for projects to provide special education students with
27 appropriate job and independent living skills, including work
28 experience where possible, to facilitate their successful transition
29 out of the public school system. The funds provided by this subsection
30 shall be from federal discretionary grants.

31 (14) The superintendent shall maintain the percentage of federal
32 flow-through to school districts at 85 percent. In addition to other
33 purposes, school districts may use increased federal funds for high-
34 cost students, for purchasing regional special education services from
35 educational service districts, and for staff development activities
36 particularly relating to inclusion issues.

37 (15) A maximum of \$1,200,000 of the general fund--federal
38 appropriation may be expended by the superintendent for projects
39 related to use of inclusion strategies by school districts for

1 provision of special education services. The superintendent shall
2 prepare an information database on laws, best practices, examples of
3 programs, and recommended resources. The information may be
4 disseminated in a variety of ways, including workshops and other staff
5 development activities.

6 (16) A school district may carry over from one year to the next
7 year up to 10 percent of general fund--state funds allocated under this
8 program; however, carry over funds shall be expended in the special
9 education program.

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

12	General Fund--State Appropriation (FY 2002) . . . \$	3,779,000
13	General Fund--State Appropriation (FY 2003) . . . \$	2,788,000
14	TOTAL APPROPRIATION \$	6,567,000

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

17 (1) The appropriations include such funds as are necessary to
18 complete the school year ending in each fiscal year and for prior
19 fiscal year adjustments.

20 (2) A maximum of \$437,000 of the fiscal year 2002 general fund
21 appropriation and a maximum of \$453,000 of the fiscal year 2003 general
22 fund appropriation may be expended for regional traffic safety
23 education coordinators.

24 (3) Allocations to provide tuition assistance for students eligible
25 for free and reduced price lunch who complete the program shall be a
26 maximum of \$203.97 per eligible student in the 2001-02 and 2002-03
27 school years.

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

30	General Fund--State Appropriation (FY 2002) . . . \$	4,771,000
31	General Fund--State Appropriation (FY 2003) . . . \$	4,771,000
32	TOTAL APPROPRIATION \$	9,542,000

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

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

4 (2) \$250,000 of the general fund appropriation for fiscal year 2000
5 and \$250,000 of the general fund appropriation for fiscal year 2001 are
6 provided solely for student teaching centers as provided in RCW
7 28A.415.100.

8 (3) A maximum of \$250,000 of the fiscal year 2002 general fund
9 appropriation and a maximum of \$250,000 of the fiscal year 2003 general
10 fund appropriation are provided for centers for the improvement of
11 teaching pursuant to RCW 28A.415.010.

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

14	General Fund--State Appropriation (FY 2002) . . . \$	136,315,000
15	General Fund--State Appropriation (FY 2003) . . . \$	148,329,000
16	TOTAL APPROPRIATION \$	284,644,000

17 NEW SECTION. **Sec. 511. FOR THE SUPERINTENDENT OF PUBLIC**
18 **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

19	General Fund--State Appropriation (FY 2002) . . . \$	19,143,000
20	General Fund--State Appropriation (FY 2003) . . . \$	19,129,000
21	General Fund--Federal Appropriation \$	8,548,000
22	TOTAL APPROPRIATION \$	46,820,000

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

25 (1) Each general fund--state fiscal year appropriation includes
26 such funds as are necessary to complete the school year ending in the
27 fiscal year and for prior fiscal year adjustments.

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

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

1 (4) The funded staffing ratios for education programs for juveniles
2 age 18 or less in department of corrections facilities shall be the
3 same as those provided in the 1997-99 biennium.

4 (5) \$141,000 of the general fund--state appropriation for fiscal
5 year 2002 and \$139,000 of the general fund--state appropriation for
6 fiscal year 2003 are provided solely to maintain at least one
7 certificated instructional staff and related support services at an
8 institution whenever the K-12 enrollment is not sufficient to support
9 one full-time equivalent certificated instructional staff to furnish
10 the educational program. The following types of institutions are
11 included: Residential programs under the department of social and
12 health services for developmentally disabled juveniles, programs for
13 juveniles under the department of corrections, and programs for
14 juveniles under the juvenile rehabilitation administration.

15 (6) Ten percent of the funds allocated for each institution may be
16 carried over from one year to the next.

17 NEW SECTION. **Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC**
18 **INSTRUCTION--FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

19	General Fund--State Appropriation (FY 2002) . . . \$	6,447,000
20	General Fund--State Appropriation (FY 2003) . . . \$	6,401,000
21	TOTAL APPROPRIATION \$	12,848,000

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

24 (1) Each general fund fiscal year appropriation includes such funds
25 as are necessary to complete the school year ending in the fiscal year
26 and for prior fiscal year adjustments.

27 (2) Allocations for school district programs for highly capable
28 students shall be distributed at a maximum rate of \$328.31 per funded
29 student for the 2001-02 school year and \$328.26 per funded student for
30 the 2002-03 school year, exclusive of salary and benefit adjustments
31 pursuant to section 504 of this act. The number of funded students
32 shall be a maximum of two percent of each district's full-time
33 equivalent basic education enrollment.

34 (3) \$175,000 of the fiscal year 2002 appropriation and \$175,000 of
35 the fiscal year 2003 appropriation are provided for the centrum program
36 at Fort Worden state park.

1 (4) \$93,000 of the fiscal year 2002 appropriation and \$93,000 of
2 the fiscal year 2003 appropriation are provided for the Washington
3 imagination network and future problem-solving programs.

4 NEW SECTION. **Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC**
5 **INSTRUCTION--FOR THE ELEMENTARY AND SECONDARY SCHOOL IMPROVEMENT ACT**

6 General Fund--Federal Appropriation \$ 288,166,000

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

9 General Fund--State Appropriation (FY 2002) . . . \$ 28,643,000

10 General Fund--State Appropriation (FY 2003) . . . \$ 28,563,000

11 General Fund--Federal Appropriation \$ 3,000,000

12 TOTAL APPROPRIATION \$ 60,206,000

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

15 (1) \$322,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$322,000 of the general fund--state appropriation for
17 fiscal year 2003 are provided solely for the academic achievement and
18 accountability commission.

19 (2) \$11,512,000 of the general fund--state appropriation for fiscal
20 year 2002, \$11,214,000 of the general fund--state appropriation for
21 fiscal year 2003, and \$3,000,000 of the general fund--federal
22 appropriation are provided for development and implementation of the
23 Washington assessments of student learning. Up to \$689,000 of the
24 appropriation may be expended for data analysis and data management of
25 test results.

26 (3) \$1,095,000 of the fiscal year 2002 general fund--state
27 appropriation and \$1,095,000 of the fiscal year 2003 general
28 fund--state appropriation are provided solely for training of
29 paraprofessional classroom assistants and certificated staff who work
30 with classroom assistants as provided in RCW 28A.415.310.

31 (4) \$3,445,000 of the general fund--state appropriation for fiscal
32 year 2002 and \$3,445,000 of the general fund--state appropriation for
33 fiscal year 2003 are provided for mentor teacher assistance, including
34 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds
35 for the teacher assistance program shall be allocated to school
36 districts based on the number of beginning teachers.

1 (5) \$2,025,000 of the general fund--state appropriation for fiscal
2 year 2002 and \$2,025,000 of the general fund--state appropriation for
3 fiscal year 2003 are provided for improving technology infrastructure,
4 monitoring and reporting on school district technology development,
5 promoting standards for school district technology, promoting statewide
6 coordination and planning for technology development, and providing
7 regional educational technology support centers, including state
8 support activities, under chapter 28A.650 RCW. The superintendent of
9 public instruction shall coordinate a process to facilitate the
10 evaluation and provision of online curriculum courses to school
11 districts which includes the following: Creation of a general listing
12 of the types of available online curriculum courses; a survey conducted
13 by each regional educational technology support center of school
14 districts in its region regarding the types of online curriculum
15 courses desired by school districts; a process to evaluate and
16 recommend to school districts the best online courses in terms of
17 curriculum, student performance, and cost; and assistance to school
18 districts in procuring and providing the courses to students.

19 (6) \$3,600,000 of the general fund--state appropriation for fiscal
20 year 2002 and \$3,600,000 of the general fund--state appropriation for
21 fiscal year 2003 are provided for grants to school districts to provide
22 a continuum of care for children and families to help children become
23 ready to learn. Grant proposals from school districts shall contain
24 local plans designed collaboratively with community service providers.
25 If a continuum of care program exists in the area in which the school
26 district is located, the local plan shall provide for coordination with
27 existing programs to the greatest extent possible. Grant funds shall
28 be allocated pursuant to RCW 70.190.040.

29 (7) \$2,500,000 of the general fund--state appropriation for fiscal
30 year 2002 and \$2,500,000 of the general fund--state appropriation for
31 fiscal year 2003 are provided solely for the meals for kids program
32 under RCW 28A.235.145 through 28A.235.155.

33 (8) \$1,409,000 of the general fund--state appropriation for fiscal
34 year 2002 and \$1,409,000 of the general fund--state appropriation for
35 fiscal year 2003 are provided solely for the leadership internship
36 program for superintendents, principals, and program administrators.

37 (9) \$1,750,000 of the general fund--state appropriation for fiscal
38 year 2002 and \$1,750,000 of the general fund--state appropriation for

1 fiscal year 2003 are provided solely for a reading and mathematics
2 helping corps subject to the following conditions and limitations:

3 (a) In order to increase the availability and quality of technical
4 assistance statewide, the superintendent of public instruction, shall
5 employ regional school improvement coordinators and reading and
6 mathematics school improvement specialists to provide assistance to
7 schools and districts. The regional coordinators and specialists shall
8 be hired by and work under the direction of a statewide school
9 improvement coordinator. The improvement specialists shall serve on a
10 rotating basis from one to three years and shall not be permanent
11 employees of the superintendent of public instruction.

12 (b) The school improvement coordinators and specialists shall
13 provide the following to help local school districts design and
14 implement their own school improvement plans under Second Substitute
15 Senate Bill No. 5625 to improve student learning in mathematics and
16 reading:

17 (i) Assistance to schools to disaggregate student performance data
18 and develop improvement plans based on those data;

19 (ii) Consultation with schools and districts concerning their
20 performance on the Washington assessment of student learning and other
21 assessments emphasizing the performance on the reading and mathematics
22 assessments;

23 (iii) Consultation concerning curricula that aligns with the
24 essential academic learning requirements emphasizing the academic
25 learning requirements for reading and mathematics, the Washington
26 assessment of student learning, and meets the needs of diverse
27 learners;

28 (iv) Assistance in the identification and implementation of
29 research-based instructional practices in reading and mathematics;

30 (v) Staff training that emphasizes effective instructional
31 strategies and classroom-based assessment for reading and mathematics;

32 (vi) Assistance in developing and implementing family and community
33 involvement programs emphasizing reading and mathematics; and

34 (vii) Other assistance to schools and school districts intended to
35 improve student reading and mathematics learning.

36 (10) A maximum of \$500,000 of the general fund--state appropriation
37 for fiscal year 2002 and a maximum of \$500,000 of the general fund--
38 state appropriation for fiscal year 2003 are provided for summer
39 accountability institutes offered by the superintendent of public

1 instruction and the academic achievement and accountability commission.
2 The institutes shall provide school district staff with training in the
3 analysis of student assessment data, information regarding successful
4 district and school teaching models, research on curriculum and
5 instruction, and planning tools for districts to improve instruction in
6 reading, mathematics, language arts, and guidance and counseling.

7 (11) \$307,000 of the general fund--state appropriation for fiscal
8 year 2002 and \$530,000 of the general fund--state appropriation for
9 fiscal year 2003 are provided solely for salary bonuses for teachers
10 who attain certification by the national board for professional
11 teaching standards.

12 (a) In the 2001-02 school year, teachers who have attained
13 certification by the national board in the 2000-01 school year or the
14 2001-02 school year shall receive an annual bonus not to exceed \$3,500.

15 (b) In the 2002-03 school year, teachers who have attained
16 certification by the national board in the 2001-02 school year or the
17 2002-03 school year shall receive an annual bonus not to exceed \$3,500.

18 (c) The annual bonus shall be paid in a lump sum amount and shall
19 not be included in the definition of "earnable compensation" under RCW
20 41.32.010(10).

21 (d) It is the intent of the legislature that teachers achieving
22 certification by the national board of professional teaching standards
23 will receive no more than two bonus payments under this subsection.

24 (12) \$125,000 of the general fund--state appropriation for fiscal
25 year 2002 and \$125,000 of the general fund--state appropriation for
26 fiscal year 2003 are provided for a principal support program. The
27 office of the superintendent of public instruction may contract with an
28 independent organization to administer the program. The program shall
29 include: (a) Development of an individualized professional growth plan
30 for a new principal or principal candidate; and (b) participation of a
31 mentor principal who works over a period of between one and three years
32 with the new principal or principal candidate to help him or her build
33 the skills identified as critical to the success of the professional
34 growth plan.

35 (13) \$71,000 of the general fund--state appropriation for fiscal
36 year 2002 and \$71,000 of the general fund--state appropriation for
37 fiscal year 2003 are provided solely for the second grade reading test.
38 The funds shall be expended for assessment training for new second
39 grade teachers and replacement of assessment materials.

1 NEW SECTION. **Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**
2 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**
3 General Fund--State Appropriation (FY 2002) . . . \$ 43,037,000
4 General Fund--State Appropriation (FY 2003) . . . \$ 45,173,000
5 TOTAL APPROPRIATION \$ 88,210,000

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

8 (1) Each general fund fiscal year appropriation includes such funds
9 as are necessary to complete the school year ending in the fiscal year
10 and for prior fiscal year adjustments.

11 (2) The superintendent shall distribute a maximum of \$687.74 per
12 eligible bilingual student in the 2001-02 school year and \$687.74 in
13 the 2002-03 school year, exclusive of salary and benefit adjustments
14 provided in section 504 of this act.

15 NEW SECTION. **Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**
16 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**
17 General Fund--State Appropriation (FY 2002) . . . \$ 70,620,000
18 General Fund--State Appropriation (FY 2003) . . . \$ 68,850,000
19 TOTAL APPROPRIATION \$ 139,470,000

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

22 (1) Each general fund fiscal year appropriation includes such funds
23 as are necessary to complete the school year ending in the fiscal year
24 and for prior fiscal year adjustments.

25 (2) Funding for school district learning assistance programs shall
26 be allocated at maximum rates of \$408.58 per funded unit for the 2001-
27 02 school year and \$409.61 per funded unit for the 2002-03 school year
28 exclusive of salary and benefit adjustments provided under section 504
29 of this act.

30 (3) For purposes of this section, "test results" refers to the
31 district results from the norm-referenced test administered in the
32 specified grade level. The norm-referenced test results used for the
33 third and sixth grade calculations shall be consistent with the third
34 and sixth grade tests required under RCW 28A.230.190 and 28A.230.193.

35 (4) A school district's funded units for the 2001-02 and 2002-03
36 school years shall be the sum of the following:

1 (a) The district's full-time equivalent enrollment in grades K-6,
2 multiplied by the 5-year average 4th grade lowest quartile test results
3 as adjusted for funding purposes in the school years prior to 1999-
4 2000, multiplied by 0.92. As the 3rd grade test becomes available, it
5 shall be phased into the 5-year average on a 1-year lag; and

6 (b) The district's full-time equivalent enrollment in grades 7-9,
7 multiplied by the 5-year average 8th grade lowest quartile test results
8 as adjusted for funding purposes in the school years prior to 1999-
9 2000, multiplied by 0.92. As the 6th grade test becomes available, it
10 shall be phased into the 5-year average for these grades on a 1-year
11 lag; and

12 (c) The district's full-time equivalent enrollment in grades 10-11
13 multiplied by the 5-year average 11th grade lowest quartile test
14 results, multiplied by 0.92. As the 9th grade test becomes available,
15 it shall be phased into the 5-year average for these grades on a 1-year
16 lag; and

17 (d) If, in the prior school year, the district's percentage of
18 October headcount enrollment in grades K-12 eligible for free and
19 reduced price lunch exceeded the state average, subtract the state
20 average percentage of students eligible for free and reduced price
21 lunch from the district's percentage and multiply the result by the
22 district's K-12 annual average full-time equivalent enrollment for the
23 current school year multiplied by 22.3 percent.

24 (5) School districts may carry over from one year to the next up to
25 10 percent of funds allocated under this program; however, carryover
26 funds shall be expended for the learning assistance program.

27 NEW SECTION. **Sec. 517. FOR THE SUPERINTENDENT OF PUBLIC**
28 **INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

29	General Fund--State Appropriation (FY 2002) . . . \$	19,515,000
30	General Fund--State Appropriation (FY 2003) . . . \$	17,516,000
31	TOTAL APPROPRIATION \$	37,031,000

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

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

1 (2) Funds are provided for local education program enhancements to
2 meet educational needs as identified by the school district, including
3 alternative education programs.

4 (3) Allocations for the 2001-02 school year shall be at a maximum
5 annual rate of \$18.48 per full-time equivalent student and \$18.48 per
6 full-time equivalent student for the 2002-03 school year. Allocations
7 shall be made on the monthly apportionment payment schedule provided in
8 RCW 28A.510.250 and shall be based on school district annual average
9 full-time equivalent enrollment in grades kindergarten through twelve:
10 PROVIDED, That for school districts enrolling not more than one hundred
11 average annual full-time equivalent students, and for small school
12 plants within any school district designated as remote and necessary
13 schools, the allocations shall be as follows:

14 (a) Enrollment of not more than sixty average annual full-time
15 equivalent students in grades kindergarten through six shall generate
16 funding based on sixty full-time equivalent students;

17 (b) Enrollment of not more than twenty average annual full-time
18 equivalent students in grades seven and eight shall generate funding
19 based on twenty full-time equivalent students; and

20 (c) Enrollment of not more than sixty average annual full-time
21 equivalent students in grades nine through twelve shall generate
22 funding based on sixty full-time equivalent students.

23 (4) Funding provided pursuant to this section does not fall within
24 the definition of basic education for purposes of Article IX of the
25 state Constitution and the state's funding duty thereunder.

26 NEW SECTION. **Sec. 518. FOR THE SUPERINTENDENT OF PUBLIC**
27 **INSTRUCTION--BETTER SCHOOLS PROGRAM**

28 General Fund--State Appropriation (FY 2002) . . . \$ 8,996,000

29 The appropriation in this section is subject to the following
30 conditions and limitations: \$8,996,000 is provided solely to complete
31 the 2000-01 school year allocation for class size reduction and
32 expanded learning opportunities pursuant to section 518, chapter 1,
33 Laws of 2000 2nd sp. sess.

34 NEW SECTION. **Sec. 519. FOR THE SUPERINTENDENT OF PUBLIC**
35 **INSTRUCTION--FOR STUDENT ACHIEVEMENT PROGRAM**

36 Student Achievement Fund--State
37 Appropriation (FY 2002) \$ 184,232,000

1	Student Achievement Fund--State	
2	Appropriation (FY 2003)	\$ 209,068,000
3	TOTAL APPROPRIATION	\$ 393,300,000

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

6 (1) The appropriation is allocated for the following uses as
7 specified in chapter 28A.505 RCW as amended by chapter 3, Laws of 2001
8 (Initiative Measure No. 728):

9 (a) To reduce class size by hiring certificated elementary
10 classroom teachers in grades K-4 and paying nonemployee-related costs
11 associated with those new teachers;

12 (b) To make selected reductions in class size in grades 5-12, such
13 as small high school writing classes;

14 (c) To provide extended learning opportunities to improve student
15 academic achievement in grades K-12, including, but not limited to,
16 extended school year, extended school day, before-and-after-school
17 programs, special tutoring programs, weekend school programs, summer
18 school, and all-day kindergarten;

19 (d) To provide additional professional development for educators
20 including additional paid time for curriculum and lesson redesign and
21 alignment, training to ensure that instruction is aligned with state
22 standards and student needs, reimbursement for higher education costs
23 related to enhancing teaching skills and knowledge, and mentoring
24 programs to match teachers with skilled, master teachers. The funding
25 shall not be used for salary increases or additional compensation for
26 existing teaching duties, but may be used for extended year and extend
27 day teaching contracts;

28 (e) To provide early assistance for children who need
29 prekindergarten support in order to be successful in school; or

30 (f) To provide improvements or additions to school building
31 facilities which are directly related to the class size reductions and
32 extended learning opportunities under (a) through (c) of this
33 subsection.

34 (2) Funding for school district student achievement programs shall
35 be allocated at a maximum rate of \$193.92 per FTE student for the 2001-
36 02 school year and \$220.59 per FTE student for the 2002-03 school year.
37 For the purposes of this section and in accordance with RCW 84.52.---
38 (section 5 of Initiative Measure No. 728), FTE student refers to the

1 annual average full-time equivalent enrollment of the school district
2 in grades kindergarten through twelve for the prior school year.

3 (3) The office of the superintendent of public instruction shall
4 distribute ten percent of the annual allocation to districts each month
5 for the months of September through June.

6 NEW SECTION. **Sec. 520. K-12 CARRYFORWARD AND PRIOR SCHOOL YEAR**
7 **ADJUSTMENTS.** State general fund appropriations provided to the
8 superintendent of public instruction for state entitlement programs in
9 the public schools in this part V of this act may be expended as needed
10 by the superintendent for adjustments to apportionment for prior fiscal
11 periods. Recoveries of state general fund moneys from school districts
12 and educational service districts for a prior fiscal period shall be
13 made as reductions in apportionment payments for the current fiscal
14 period and shall be shown as prior year adjustments on apportionment
15 reports for the current period. Such recoveries shall not be treated
16 as revenues to the state, but as a reduction in the amount expended
17 against the appropriation for the current fiscal period.

18 NEW SECTION. **Sec. 521. FOR THE STATE BOARD OF EDUCATION**

19 Education Savings Account--State	
20 Appropriation	\$ 36,720,000
21 Education Construction Account--State	
22 Appropriation	\$ 154,500,000
23 TOTAL APPROPRIATION	\$ 191,220,000

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

26 (1) \$18,000,000 in fiscal year 2002 and \$18,720,000 in fiscal year
27 2003 of the education savings account appropriation shall be deposited
28 in the common school construction account.

29 (2) \$154,500,000 of the education construction account
30 appropriation shall be deposited in the common school construction
31 account.

32 (End of part)

1 **PART VI**
2 **HIGHER EDUCATION**

3 NEW SECTION. **Sec. 601.** The appropriations in sections 603 through
4 609 of this act are subject to the following conditions and
5 limitations:

6 (1) "Institutions" means the institutions of higher education
7 receiving appropriations under sections 603 through 609 of this act.

8 (2)(a) The salary increases provided or referenced in this
9 subsection shall be the only allowable salary increases provided at
10 institutions of higher education, excluding increases associated with
11 normally occurring promotions and increases related to faculty and
12 professional staff retention, and excluding increases associated with
13 employees under the jurisdiction of chapter 41.56 RCW pursuant to the
14 provisions of RCW 28B.16.015 and 28B.50.874(1).

15 (b) Each institution of higher education shall provide to each
16 classified staff employee as defined by the office of financial
17 management a salary increase of 3.7 percent on July 1, 2001, and a
18 salary increase of 3.1 percent on July 1, 2002.

19 (c) Each institution of higher education shall provide to state-
20 funded instructional and research faculty, exempt professional staff,
21 academic administrators, academic librarians, counselors, teaching and
22 research assistants as classified by the office of financial
23 management, and all other state-funded nonclassified staff, including
24 those employees under RCW 28B.16.015, an average salary increase of 3.7
25 percent on July 1, 2001, and an average salary increase of 3.1 percent
26 on July 1, 2002. Each institution may provide the same average
27 increases to similar positions that are not state-funded.

28 (d) For employees under the jurisdiction of chapter 41.56 RCW
29 pursuant to the provisions of RCW 28B.16.015, distribution of the
30 salary increases will be in accordance with the applicable collective
31 bargaining agreement. However, an increase shall not be provided to
32 any classified employee whose salary is above the approved salary range
33 maximum for the class to which the employee's position is allocated.

34 (e) Each institution of higher education receiving appropriations
35 under sections 604 through 609 of this act may provide additional
36 salary increases to instructional and research faculty, exempt

1 professional staff, academic administrators, academic librarians,
2 counselors, teaching and research assistants, as classified by the
3 office of financial management, and all other nonclassified staff, but
4 not including employees under RCW 28B.16.015. Any salary increase
5 granted under the authority of this subsection (2)(e) shall not be
6 included in an institution's salary base. It is the intent of the
7 legislature that general fund--state support for an institution shall
8 not increase during the current or any future biennium as a result of
9 any salary increases authorized under this subsection (2)(e).

10 (f) Each institution of higher education shall review the option of
11 adopting a five percent maximum employer contribution rate for its
12 retirement plan established pursuant to RCW 28B.10.400, and for using
13 the flexible compensation funding provided in sections 603 through 609
14 of this act for salary increases. Each institution may provide
15 additional salary increases to instructional and research faculty, and
16 to positions included in the retirement plan, provided the increases
17 are funded solely from the savings resulting from reducing retirement
18 plan contributions. No later than December 1, 2001, each institution
19 shall report to the office of financial management, and to the chairs
20 of the fiscal committees of the house of representatives and the
21 senate, regarding the salary increase options it has reviewed, and its
22 plan for the use of the flexible compensation funding. Each
23 institution shall fully cooperate with the state actuary's review of
24 contribution levels for the higher education retirement plans, which
25 shall be conducted in fiscal year 2002 pursuant to the requirements of
26 RCW 28B.10.413. Each institution shall promptly provide the state
27 actuary with such data as the state actuary determines is needed to
28 conduct the review under RCW 28B.10.423.

29 (g) To collect consistent data for use by the legislature, the
30 office of financial management, and other state agencies for policy and
31 planning purposes, institutions of higher education shall report
32 personnel data to be used in the department of personnel's human
33 resource data warehouse in compliance with uniform reporting procedures
34 established by the department of personnel.

35 (h) Specific salary increases authorized in sections 603 through
36 609 of this act are in addition to any salary increase provided in this
37 subsection.

38 (3) The tuition fees, as defined in chapter 28B.15 RCW, charged to
39 full-time resident students at the state's institutions of higher

1 education for the 2001-02 and 2002-03 academic years, other than summer
2 term, may be adjusted by governing boards of the state universities,
3 regional universities, The Evergreen State College, and the state board
4 for community and technical colleges by a percentage increase, from the
5 prior academic year, not to exceed the applicable percentage specified
6 in this section.

7 (a) For the 2001-02 academic year:

8 (i) For the state universities, six and seven-tenths percent;

9 (ii) For the regional universities, five and two-tenths percent;

10 and

11 (iii) For the community and technical college system, three and
12 seven-tenths percent.

13 (b) For the 2002-03 academic year:

14 (i) For the state universities, six and one-tenths percent;

15 (ii) For the regional universities, four and six-tenths percent;

16 and

17 (iii) For the community and technical college system, three and
18 one-tenths percent.

19 (c) Tuition fees for law, first-professional programs of medicine,
20 dentistry, pharmacy, nursing, veterinary, and graduate programs of
21 business may exceed the limits specified in subsections (3)(a) and (b)
22 of this section, as may the tuition fee for undergraduates at The
23 Evergreen State College.

24 (4) The tuition fees, as defined in chapter 28B.15 RCW, charged to
25 full-time nonresident students at the state's institutions of higher
26 education for the 2001-02 and 2002-03 academic years, other than summer
27 term, may be adjusted by governing boards of the state universities,
28 regional universities, The Evergreen State College, and the state board
29 for community and technical colleges. In no case, however, may tuition
30 fees be set at an amount less than the cost of instruction for that
31 institution as disclosed annually by the higher education coordinating
32 board under RCW 28B.10.044.

33 (5) For the 2001-03 biennium, the governing boards and the state
34 board may adjust full-time operating fees for factors that may include
35 time of day and day of week, as well as delivery method and campus, to
36 encourage full use of the state's educational facilities and resources.

37 (6) The tuition increases adopted under (3), (4), and (5) of this
38 subsection need not apply uniformly across student categories as
39 defined in chapter 28B.15 RCW so long as the increase for each student

1 category does not exceed the applicable percentage limits specified in
2 this section.

3 (7) In addition to waivers granted under the authority of RCW
4 28B.15.910, the governing boards and the state board may waive all or
5 a portion of the operating fees for any student. State general fund
6 appropriations shall not be provided to replace tuition and fee revenue
7 foregone as a result of waivers granted under this subsection.

8 (8) Pursuant to RCW 43.15.055, institutions of higher education
9 receiving appropriations under sections 603 through 609 of this act are
10 authorized to increase summer term tuition in excess of the fiscal
11 growth factor during the 2001-03 biennium. Tuition levels increased
12 pursuant to this subsection shall not exceed the per credit hour rate
13 calculated from the academic year tuition levels adopted under this
14 act.

15 (9) Community colleges may increase services and activities fee
16 charges in excess of the fiscal growth factor up to the maximum level
17 authorized in RCW 28B.15.069.

18 (10) The senate higher education committee and the house of
19 representatives higher education committee shall convene a task force
20 that includes but is not limited to representatives from the public
21 four-year institutions of higher education, the state board for
22 community and technical colleges, the office of financial management,
23 and the higher education coordinating board to identify options for
24 long-term funding of public higher education, including options to
25 address increases in the state need grant program related to operating
26 fee increases, and to make agreed upon recommendations by November 1,
27 2001, to the 2002 legislature.

28 NEW SECTION. **Sec. 602.** The appropriations in sections 603 through
29 609 of this act provide state general fund support for full-time
30 equivalent student enrollments at each institution of higher education.
31 Listed below are the annual full-time equivalent student enrollments by
32 institutions assumed in this act.

33	2001-2002	2002-2003
34	Annual	Annual
35	Average	Average
36 University of Washington	34,936	35,111
37 Washington State University	19,674	19,778

1	Central Washington University	7,470	7,470
2	Eastern Washington University	7,914	7,964
3	The Evergreen State College	3,751	3,808
4	Western Washington University	11,279	11,279
5	State Board for Community and		
6	Technical Colleges	124,821	126,415
7	Higher Education Coordinating		
8	Board	0	250

9 NEW SECTION. **Sec. 603. FOR THE STATE BOARD FOR COMMUNITY AND**
10 **TECHNICAL COLLEGES**

11	General Fund--State Appropriation (FY 2002) . . .	\$	513,055,000
12	General Fund--State Appropriation (FY 2003) . . .	\$	539,668,000
13	General Fund--Federal Appropriation	\$	11,404,000
14	TOTAL APPROPRIATION	\$	1,064,127,000

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

17 (1) The technical colleges may increase tuition and fees in excess
18 of the fiscal growth factor to conform with the percentage increase in
19 community college operating fees.

20 (2) \$2,475,000 of the general fund--state appropriation for fiscal
21 year 2002 and \$5,025,000 of the general fund--state appropriation for
22 fiscal year 2003 are provided solely to increase salaries and related
23 benefits for part-time faculty. The board shall report by November 15
24 of each fiscal year to the office of financial management and
25 legislative fiscal and higher education committees on (a) the
26 distribution of state funds; (b) wage adjustments for part-time
27 faculty; and (c) progress to achieve the long-term performance targets
28 for each district, with respect to use of part-time faculty, pursuant
29 to the faculty mix study conducted under section 603, chapter 309, Laws
30 of 1999.

31 (3) \$1,500,000 of the general fund--state appropriation for fiscal
32 year 2002 and \$1,500,000 of the general fund--state appropriation for
33 fiscal year 2003 are provided solely for competitively offered
34 recruitment and retention salary adjustments for faculty, exempt
35 professional staff, academic administrators, librarians, counselors,
36 and student assistants as classified by the office of financial
37 management, and all other nonclassified staff. Amounts provided in
38 this subsection may be used in combination with salary and benefit

1 turnover savings to further provide recruitment and retention salary
2 adjustments. The board shall provide a report in their 2003-05
3 biennial operating budget request submittal on the effective
4 expenditure of funds by districts for the purposes of this subsection.

5 (4) \$17,417,000 of the general fund--state appropriations is
6 provided for flexible compensation increases as provided in section
7 601(2)(f) of this act. The institution may provide salary increases,
8 or employer retirement plan contributions in excess of five percent of
9 salary, from the funds provided in this subsection, subject to the
10 requirements of section 601 of this act and this subsection. The
11 appropriation in this subsection shall lapse if the office of financial
12 management determines that the institution has not fully cooperated
13 with the review by the state actuary under RCW 28B.10.423, as required
14 by section 601 of this act.

15 (5) \$550,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$974,000 of the general fund--state appropriation for
17 fiscal year 2003 are provided solely for allocation to twelve college
18 districts identified in (a) through (l) of this subsection to prepare
19 students for transfer to the state technology institute at the Tacoma
20 branch campus of the University of Washington. The appropriations in
21 this section are intended to supplement, not supplant, general
22 enrollment allocations by the board to the districts under (a) through
23 (l) of this subsection:

- 24 (a) Bates Technical College;
- 25 (b) Bellevue Community College;
- 26 (c) Centralia Community College;
- 27 (d) Clover Park Community College;
- 28 (e) Grays Harbor Community College;
- 29 (f) Green River Community College;
- 30 (g) Highline Community College;
- 31 (h) Tacoma Community College;
- 32 (i) Olympic Community College;
- 33 (j) Pierce District;
- 34 (k) Seattle District; and
- 35 (l) South Puget Sound Community College.

36 (6) \$29,191,000 of the general fund--state appropriation for fiscal
37 year 2002 and \$29,191,000 of the general fund--state appropriation for
38 fiscal year 2003 are provided solely as special funds for training and
39 related support services, including financial aid, child care, and

1 transportation, as specified in chapter 226, Laws of 1993 (employment
2 and training for unemployed workers).

3 (a) Funding is provided to support up to 7,200 full-time equivalent
4 students in each fiscal year.

5 (b) The state board for community and technical colleges shall
6 submit a plan for allocation of the amounts provided in this subsection
7 to the workforce training and education coordinating board for review
8 and approval. For the duration of the 2001-03 biennium, the plan
9 should give considerable attention to the permanent dislocation of
10 workers from industries facing rapidly rising energy costs, such as
11 direct service industries.

12 (7) \$1,000,000 of the general fund--state appropriation for fiscal
13 year 2002 and \$1,000,000 of the general fund--state appropriation for
14 fiscal year 2003 are provided solely for tuition support for students
15 enrolled in work-based learning programs.

16 (8) \$567,000 of the general fund--state appropriation for fiscal
17 year 2002 and \$568,000 of the general fund--state appropriation for
18 fiscal year 2003 are provided solely for administration and customized
19 training contracts through the job skills program.

20 (9) \$50,000 of the general fund--state appropriation for fiscal
21 year 2002 and \$50,000 of the general fund--state appropriation for
22 fiscal year 2003 are solely for higher education student child care
23 matching grants under chapter 28B.135 RCW.

24 (10) \$212,000 of the general fund--state appropriation for fiscal
25 year 2002 and \$212,000 of the general fund--state appropriation for
26 fiscal year 2003 are provided for allocation to Olympic college. The
27 college shall contract with accredited baccalaureate institution(s) to
28 bring a program of upper-division courses to Bremerton. Funds provided
29 are sufficient to support at least 30 additional annual full-time
30 equivalent students. The state board for community and technical
31 colleges shall report to the office of financial management and the
32 fiscal and higher education committees of the legislature on the
33 implementation of this subsection by December 1st of each fiscal year.

34 (11) The appropriations in this section assume that \$4,200,000 of
35 the colleges' operating fee accounts will be used to deliver adult
36 basic education courses including English-as-a-Second Language and
37 general education development exam preparation. The legislature
38 intends that colleges stop waiving fees universally and charge \$5.00 a
39 credit hour for adult basic education to help defray state expense and

1 increase positive educational outcomes for enrolled students. Fees may
2 be waived for students with limited income.

3 NEW SECTION. **Sec. 604. FOR UNIVERSITY OF WASHINGTON**

4	General Fund--State Appropriation (FY 2002) . . . \$	344,890,000
5	General Fund--State Appropriation (FY 2003) . . . \$	356,426,000
6	Death Investigations Account--State	
7	Appropriation \$	271,000
8	Accident Account--State Appropriation \$	5,917,000
9	Medical Aid Account--State Appropriation \$	5,959,000
10	University of Washington Building Account--	
11	State Appropriation \$	163,000
12	TOTAL APPROPRIATION \$	713,626,000

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

15 (1) The appropriations in this section reflect reduced state
16 general fund support in an amount equal to \$1,488,000 from public
17 service and \$1,940,000 from university research. The institution may
18 determine and take alternative steps to bring general fund expenditures
19 into balance with state appropriations for the 2001-03 biennium.

20 (2) \$924,000 of the general fund--state appropriation for fiscal
21 year 2002 and \$924,000 of the general fund--state appropriation for
22 fiscal year 2003 are provided solely for competitively offered
23 recruitment and retention salary adjustments for instructional and
24 research faculty, exempt professional staff, academic administrators,
25 academic librarians, counselors, teaching and research assistants, as
26 classified by the office of financial management, and all other
27 nonclassified staff, but not including employees under RCW 28B.16.015.
28 Tuition revenues may be expended in addition to those required by this
29 section to further provide recruitment and retention salary
30 adjustments. The university shall provide a report in their 2003-05
31 biennial operating budget request submittal on the effective
32 expenditure of funds for the purposes of this section.

33 (3) \$14,767,000 of the general fund--state appropriations is
34 provided for flexible compensation increases as provided in section
35 601(2)(f) of this act. The institution may provide salary increases,
36 or employer retirement plan contributions in excess of five percent of
37 salary, from the funds provided in this subsection, subject to the
38 requirements of section 601 of this act and this subsection. The

1 appropriation in this subsection shall lapse if the office of financial
2 management determines that the institution has not fully cooperated
3 with the review by the state actuary under RCW 28B.10.423, as required
4 by section 601 of this act.

5 (4) \$1,195,000 of the general fund--state appropriation for fiscal
6 year 2002 and \$1,381,000 of the general fund--state appropriation for
7 fiscal year 2003 are provided solely to create a state resource for
8 technology education in the form of an institute located at the
9 University of Washington, Tacoma. The university will expand
10 undergraduate and graduate degree programs meeting regional technology
11 needs including, but not limited to, computing and software systems.
12 As a condition of these appropriations:

13 (a) The university will work with the state board for community and
14 technical colleges, or individual colleges where necessary, to
15 establish articulation agreements in addition to the existing associate
16 of arts and associate of science transfer degrees. Such agreements
17 shall improve the transferability of students and in particular,
18 students with substantial applied information technology credits.

19 (b) The university will establish performance measures for
20 recruiting, retaining and graduating students, including nontraditional
21 students, and report back to the governor and legislature by September
22 2002 as to its progress and future steps.

23 (5) \$163,000 of the University of Washington building account--
24 state appropriation is provided solely to participate in funding a
25 contract for a uniform higher education facility condition assessment,
26 managed by the higher education coordinating board, as described in
27 section 610 of this act.

28 (6) \$271,000 of the death investigations account appropriation is
29 provided solely for the forensic pathologist fellowship program.

30 (7) \$150,000 of the general fund--state appropriation for fiscal
31 year 2002 and \$150,000 of the general fund--state appropriation for
32 fiscal year 2003 are provided solely for the implementation of the
33 Puget Sound work plan and agency action item UW-01.

34 (8) \$75,000 of the general fund--state appropriation for fiscal
35 year 2002 and \$75,000 of the general fund--state appropriation for
36 fiscal year 2003 are provided solely for the Olympic natural resource
37 center.

38 (9) \$50,000 of the general fund--state appropriations are provided
39 solely for the school of medicine to conduct a survey designed to

1 evaluate characteristics, factors and probable causes for the high
2 incidence of multiple sclerosis cases in Washington state.

3 NEW SECTION. **Sec. 605. FOR WASHINGTON STATE UNIVERSITY**

4	General Fund--State Appropriation (FY 2002) . . . \$	202,039,000
5	General Fund--State Appropriation (FY 2003) . . . \$	210,101,000
6	Washington State University Building Account--	
7	State Appropriation \$	163,000
8	TOTAL APPROPRIATION \$	412,303,000

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

11 (1) The appropriations in this section reflect reduced state
12 general fund support in an amount equal to \$290,000 from public service
13 and \$3,002,000 from university research. The institution may determine
14 and take alternative steps to bring general fund expenditures into
15 balance with state appropriations for the 2001-03 biennium.

16 (2) \$576,000 of the general fund--state appropriation for fiscal
17 year 2002 and \$576,000 of the general fund--state appropriation for
18 fiscal year 2003 are provided solely for competitively offered
19 recruitment and retention salary adjustments for instructional and
20 research faculty, exempt professional staff, academic administrators,
21 academic librarians, counselors, teaching and research assistants, as
22 classified by the office of financial management, and all other
23 nonclassified staff, but not including employees under RCW 28B.16.015.
24 Tuition revenues may be expended in addition to those required by this
25 section to further provide recruitment and retention salary
26 adjustments. The university shall provide a report in their 2003-05
27 biennial operating budget request submittal on the effective
28 expenditure of funds for the purposes of this section.

29 (3) \$6,875,000 of the general fund--state appropriations is
30 provided for flexible compensation increases as provided in section
31 601(2)(f) of this act. The institution may provide salary increases,
32 or employer retirement plan contributions in excess of five percent of
33 salary, from the funds provided in this subsection, subject to the
34 requirements of section 601 of this act and this subsection. The
35 appropriation in this subsection shall lapse if the office of financial
36 management determines that the institution has not fully cooperated
37 with the review by the state actuary under RCW 28B.10.423, as required
38 by section 601 of this act.

1 (4) \$163,000 of the Washington State University building account--
2 state appropriation is provided solely to participate in funding a
3 contract for a uniform higher education facility condition assessment,
4 managed by the higher education coordinating board, as described in
5 section 610 of this act.

6 (5) \$165,000 of the general fund--state appropriation for fiscal
7 year 2002 and \$166,000 of the general fund--state appropriation for
8 fiscal year 2003 are provided solely for the implementation of the
9 Puget Sound work plan and agency action item WSU-01.

10 NEW SECTION. **Sec. 606. FOR EASTERN WASHINGTON UNIVERSITY**

11	General Fund--State Appropriation (FY 2002) . . . \$	45,801,000
12	General Fund--State Appropriation (FY 2003) . . . \$	47,482,000
13	Eastern Washington University Capital Projects	
14	Account--State Appropriation \$	100,000
15	TOTAL APPROPRIATION \$	93,383,000

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

18 (1) \$150,000 of the general fund--state appropriation for fiscal
19 year 2002 and \$150,000 of the general fund--state appropriation for
20 fiscal year 2003 are provided solely for competitively offered
21 recruitment and retention salary adjustments for instructional and
22 research faculty, exempt professional staff, academic administrators,
23 academic librarians, counselors, teaching and research assistants, as
24 classified by the office of financial management, and all other
25 nonclassified staff, but not including employees under RCW 28B.16.015.
26 Tuition revenues may be expended in addition to those required by this
27 section to further provide recruitment and retention salary
28 adjustments. The university shall provide a report in their 2003-05
29 biennial operating budget request submittal on the effective
30 expenditure of funds for the purposes of this section.

31 (2) \$1,700,000 of the general fund--state appropriations is
32 provided for flexible compensation increases, as provided in section
33 601(2)(f) of this act. The institution may provide salary increases,
34 or employer retirement plan contributions in excess of five percent of
35 salary, from the funds provided in this subsection, subject to the
36 requirements of section 601 of this act and this subsection. The
37 appropriation in this subsection shall lapse if the office of financial
38 management determines that the institution has not fully cooperated

1 with the review by the state actuary under RCW 28B.10.423, as required
2 by section 601 of this act.

3 (3) \$100,000 of the Eastern Washington University capital projects
4 account--state appropriation is provided solely to participate in
5 funding a contract for a uniform higher education facility condition
6 assessment, managed by the higher education coordinating board, as
7 described in section 610 of this act.

8 NEW SECTION. **Sec. 607. FOR CENTRAL WASHINGTON UNIVERSITY**

9	General Fund--State Appropriation (FY 2002) . . . \$	44,191,000
10	General Fund--State Appropriation (FY 2003) . . . \$	45,343,000
11	Central Washington University Capital Projects	
12	Account--State Appropriation \$	100,000
13	TOTAL APPROPRIATION \$	89,634,000

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

16 (1) \$124,000 of the general fund--state appropriation for fiscal
17 year 2002 and \$124,000 of the general fund--state appropriation for
18 fiscal year 2003 are provided solely for competitively offered
19 recruitment, retention, and equity salary adjustments for instructional
20 and research faculty, exempt professional staff, academic
21 administrators, academic librarians, counselors, teaching and research
22 assistants, as classified by the office of financial management, and
23 all other nonclassified staff, but not including employees under RCW
24 28B.16.015. Tuition revenues may be expended in addition to those
25 required by this section to further provide recruitment and retention
26 salary adjustments. The university shall provide a report in their
27 2003-05 biennial operating budget request submittal on the effective
28 expenditure of funds for the purposes of this section.

29 (2) \$1,902,000 of the general fund--state appropriations is
30 provided for flexible compensation increases, as provided in section
31 601(2)(f) of this act. The institution may provide salary increases,
32 or employer retirement plan contributions in excess of five percent of
33 salary, from the funds provided in this subsection, subject to the
34 requirements of section 601 of this act and this subsection. The
35 appropriation in this subsection shall lapse if the office of financial
36 management determines that the institution has not fully cooperated
37 with the review by the state actuary under RCW 28B.10.423, as required
38 by section 601 of this act.

1 (3) \$100,000 of the Central Washington University capital projects
2 account--state appropriation is provided solely to participate in
3 funding a contract for a uniform higher education facility condition
4 assessment, managed by the higher education coordinating board, as
5 described in section 610 of this act.

6 NEW SECTION. **Sec. 608. FOR THE EVERGREEN STATE COLLEGE**

7	General Fund--State Appropriation (FY 2002) . . . \$	25,489,000
8	General Fund--State Appropriation (FY 2003) . . . \$	26,401,000
9	The Evergreen State College Capital Projects	
10	Account--State Appropriation \$	100,000
11	TOTAL APPROPRIATION \$	51,990,000

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

14 (1) \$76,000 of the general fund--state appropriation for fiscal
15 year 2002 and \$76,000 of the general fund--state appropriation for
16 fiscal year 2003 are provided solely for competitively offered
17 recruitment and retention salary adjustments for instructional and
18 research faculty, exempt professional staff, academic administrators,
19 academic librarians, counselors, teaching and research assistants, as
20 classified by the office of financial management, and all other
21 nonclassified staff, but not including employees under RCW 28B.16.015.
22 Tuition revenues may be expended in addition to those required by this
23 section to further provide recruitment and retention salary
24 adjustments. The college shall provide a report in their 2003-05
25 biennial operating budget request submittal on the effective
26 expenditure of funds for the purposes of this section.

27 (2) \$1,136,000 of the general fund--state appropriations is
28 provided for flexible compensation increases, as provided in section
29 601(2)(f) of this act. The institution may provide salary increases,
30 or employer retirement plan contributions in excess of five percent of
31 salary, from the funds provided in this subsection, subject to the
32 requirements of section 601 of this act and this subsection. The
33 appropriation in this subsection shall lapse if the office of financial
34 management determines that the institution has not fully cooperated
35 with the review by the state actuary under RCW 28B.10.423, as required
36 by section 601 of this act.

37 (3) \$100,000 of The Evergreen State College capital projects
38 account--state appropriation is provided solely to participate in

1 funding a contract for a uniform higher education facility condition
2 assessment, managed by the higher education coordinating board, as
3 described in section 610 of this act.

4 (4) \$75,000 of the general fund--state appropriation for fiscal
5 year 2002 is provided solely for the institute for public policy to
6 complete studies of services described in section 202(1), chapter 1,
7 Laws of 2000 2nd sp. sess.

8 (5) \$11,000 of the general fund--state appropriation for fiscal
9 year 2002 and \$54,000 of the general fund--state appropriation for
10 fiscal year 2003 are provided solely for the institute for public
11 policy to conduct an outcome evaluation pursuant to Substitute Senate
12 Bill No. 5416 (drug-affected infants). The institute shall provide a
13 report to the fiscal, health, and human services committees of the
14 legislature by December 1, 2003. If the bill is not enacted by June
15 30, 2001, the amounts provided in this subsection shall be used to
16 evaluate outcomes across state health and social service pilot projects
17 and other national models involving women who have given birth to a
18 drug-affected infant, comparing gains in positive birth outcomes for
19 resources invested, in which case the institute's findings and
20 recommendations will be provided by November 15, 2002.

21 (6) \$11,000 of the general fund--state appropriation for fiscal
22 year 2002 and \$33,000 of the general fund--state appropriation for
23 fiscal year 2003 are provided solely for the institute for public
24 policy to evaluate partnership grant programs for alternative teacher
25 certification pursuant to Second Substitute Senate Bill No. 5645 or
26 Second Substitute House Bill No. 1607. An interim report shall be
27 provided to the fiscal and education committees of the legislature by
28 December 1, 2002, and a final report by December 1, 2004. If neither
29 of these bills are enacted by June 30, 2001, the amounts provided in
30 this subsection shall lapse.

31 (7) \$50,000 of the general fund--state appropriation for fiscal
32 year 2002 is provided solely for the institute for public policy to
33 study the prevalence and needs of families who are raising related
34 children. The study shall compare services and policies of Washington
35 state with other states that have a high rate of kinship care
36 placements in lieu of foster care placements. The study shall identify
37 possible changes in services and policies that are likely to increase
38 appropriate kinship care placements. A report shall be provided to the

1 fiscal and human services committees of the legislature by June 1,
2 2002.

3 (8) \$35,000 of the general fund--state appropriation for fiscal
4 year 2002 and \$15,000 of the general fund--state appropriation for
5 fiscal year 2003 are provided solely for the institute for public
6 policy to examine various educational delivery models for providing
7 services and education for students through the Washington state school
8 for the deaf. The institute's report, in conjunction with the capacity
9 planning study from the joint legislative audit and review committee,
10 shall be submitted to the fiscal committees of the legislature by
11 September 30, 2002.

12 (9) \$30,000 of the general fund--state appropriation for fiscal
13 year 2002 is provided solely for the institute for public policy to
14 examine the structure, policies, and recent experience in states where
15 welfare recipients may attend college full-time as their required TANF
16 work activity. The institute will provide findings and recommend how
17 Washington could consider adding this feature in a targeted, cost-
18 neutral manner that would complement the present-day WorkFirst efforts
19 and caseload. The institute shall provide a report to the human
20 services, higher education, and fiscal committees of the legislature by
21 November 15, 2001.

22 (10) \$75,000 of the general fund--state appropriation for fiscal
23 year 2002 and \$75,000 of the general fund--state appropriation for
24 fiscal year 2003 are provided solely for the institute for public
25 policy to research and evaluate strategies for constraining the growth
26 in state health expenditures. Specific research topics, approaches,
27 and timelines shall be identified in consultation with the fiscal
28 committees of the legislature.

29 (11) \$100,000 of the general fund--state appropriation for fiscal
30 year 2002 is provided solely for the institute for public policy to
31 conduct a comprehensive review of the costs and benefits of existing
32 juvenile crime prevention and intervention programs. This evaluation
33 shall also consider what changes could result in more cost-effective
34 and efficient funding for juvenile crime prevention and intervention
35 programs presently supported with state funds. The institute for
36 public policy shall report its findings and recommendations to the
37 appropriate legislative fiscal and policy committees by October 1,
38 2002.

1 NEW SECTION. **Sec. 609. FOR WESTERN WASHINGTON UNIVERSITY**

2	General Fund--State Appropriation (FY 2002) . . . \$	61,539,000
3	General Fund--State Appropriation (FY 2003) . . . \$	63,675,000
4	Western Washington University Capital Projects	
5	Account--State Appropriation \$	100,000
6	TOTAL APPROPRIATION \$	125,314,000

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

9 (1) \$150,000 of the general fund--state appropriation for fiscal
10 year 2002 and \$150,000 of the general fund--state appropriation for
11 fiscal year 2003 are provided solely for competitively offered
12 recruitment and retention salary adjustments for instructional and
13 research faculty, exempt professional staff, academic administrators,
14 academic librarians, counselors, teaching and research assistants, as
15 classified by the office of financial management, and all other
16 nonclassified staff, but not including employees under RCW 28B.16.015.
17 Tuition revenues may be expended in addition to those required by this
18 section to further provide recruitment and retention salary
19 adjustments. The university shall provide a report in their 2003-05
20 biennial operating budget request submittal on the effective
21 expenditure of funds for the purposes of this section.

22 (2) \$2,496,000 of the general fund--state appropriations is
23 provided for flexible compensation increases, as provided in section
24 601(2)(f) of this act. The institution may provide salary increases,
25 or employer retirement plan contributions in excess of five percent of
26 salary, from the funds provided in this subsection, subject to the
27 requirements of section 601 of this act and this subsection. The
28 appropriation in this subsection shall lapse if the office of financial
29 management determines that the institution has not fully cooperated
30 with the review by the state actuary under RCW 28B.10.423, as required
31 by section 601 of this act.

32 (3) \$100,000 of the Western Washington University capital projects
33 account--state appropriation is provided solely to participate in
34 funding a contract for a uniform higher education facility condition
35 assessment, managed by the higher education coordinating board, as
36 described in section 610 of this act.

37 NEW SECTION. **Sec. 610. FOR THE HIGHER EDUCATION COORDINATING**
38 **BOARD--POLICY COORDINATION AND ADMINISTRATION**

1	General Fund--State Appropriation (FY 2002) . . . \$	3,557,000
2	General Fund--State Appropriation (FY 2003) . . . \$	5,231,000
3	General Fund--Federal Appropriation \$	649,000
4	Advanced College Tuition Program--State	
5	Appropriation \$	2,000
6	TOTAL APPROPRIATION \$	9,439,000

7 The appropriations in this section are provided to carry out the
8 policy coordination, planning, studies and administrative functions of
9 the board and are subject to the following conditions and limitations:

10 (1) \$50,000 of the general fund--state appropriation for fiscal
11 year 2002 and \$2,300,000 of the general fund--state appropriation for
12 fiscal year 2003 are provided solely to contract for 250 undergraduate
13 students in high-demand fields and programs as evidenced by current
14 limited access, despite graduates who are highly sought after by
15 employers of this state. The amounts provided in this subsection are
16 subject to the following conditions and limitations:

17 (a) The board may accept applications for an enrollment contract
18 from an in-state or border-state, private nonprofit institution but
19 only where such entities have agreed to partner with a public,
20 Washington state college or university to deliver the educational
21 program in high demand. Where a successful bid comes from such
22 partnerships, in all cases the Washington state college or university
23 must be the fiscal agent, grant-recipient-of-record, and an active
24 partner in the instruction of participating Washington students.

25 (b) With respect to the review and selection among competing
26 proposals for these fiscal year 2003 new enrollments, the board or its
27 designees shall give greater weight to proposals from applicants that
28 (i) create opportunities for under-represented students in the field of
29 study, (ii) address health and education professional shortages, or
30 (iii) spread the benefit of the state's high-technology economy
31 geographically. The greatest weight among otherwise equal proposals
32 shall be given to proposals that include an articulation agreement to
33 ease the transfer of applicable, lower division credit earned by
34 participating Washington students.

35 (c) Participating institutions shall cooperate with the board to
36 collect the data necessary to report to the governor and the
37 legislature on the impact of this subsection, particularly the degree
38 of improved access to high-demand fields and programs for students and
39 successful job placements for graduates. The board shall profile

1 enrollment contracts let to date, and review impacts as part of its
2 2003-05 biennial operating budget request submission.

3 (2) \$600,000 of the general fund--state appropriation for fiscal
4 year 2002 is provided solely for the higher education coordinating
5 board fund for innovation and quality under RCW 28B.120.040.

6 (3) \$150,000 of the general fund--state appropriation for fiscal
7 year 2002 and \$150,000 of the general fund--state appropriation for
8 fiscal year 2003 are provided solely to continue the teacher training
9 pilot program pursuant to chapter 177, Laws of 1999.

10 (4) \$100,000 of the general fund--state appropriation for fiscal
11 year 2002, \$143,000 of the general fund--state appropriation for fiscal
12 year 2003, and other funds appropriated in this act to the house of
13 representatives, senate, office of financial management, and
14 baccalaureate institutions, are provided solely for the higher
15 education coordinating board to contract for a uniform condition
16 assessment of state university facilities. The scope of this
17 assessment, contract deliverables, and its execution and management
18 shall be jointly determined by the board, the ways and means committee
19 of the senate, the capital budget committee of the house of
20 representatives, and the office of financial management. These parties
21 or their respective designees shall implement the provisions of this
22 subsection in collaboration with affected universities through the
23 council of presidents' office and may, as necessary, consult with the
24 state board for community and technical colleges to ensure condition
25 information collected reasonably allows for cross-sector comparisons
26 with their systemwide condition assessment. The board will serve as
27 the fiscal agent for this biennial survey and will convene involved
28 groups as necessary to implement this project. The legislature intends
29 that such an assessment be accomplished biennially, during even-
30 numbered years, with the first survey report expected by October 2002.

31 (5) \$120,000 of the general fund--state appropriation for fiscal
32 year 2002 and \$280,000 of the general fund--state appropriation for
33 fiscal year 2003 are provided solely for a demonstration project to
34 improve rural access to post-secondary education by bringing distance
35 learning technologies into Jefferson county.

36 (6) \$122,000 of the general fund--state appropriation for fiscal
37 year 2002 and \$108,000 of the general fund--state appropriation for
38 fiscal year 2003 are provided solely for the competency-based
39 admissions standards project.

1 NEW SECTION. **Sec. 611. FOR THE HIGHER EDUCATION COORDINATING**
2 **BOARD--FINANCIAL AID AND GRANT PROGRAMS**

3	General Fund--State Appropriation (FY 2002) . . . \$	126,572,000
4	General Fund--State Appropriation (FY 2003) . . . \$	131,434,000
5	General Fund--Federal Appropriation \$	7,511,000
6	Advanced College Tuition Payment Program Account--	
7	State Appropriation \$	3,602,000
8	TOTAL APPROPRIATION \$	269,119,000

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

11 (1) \$534,000 of the general fund--state appropriation for fiscal
12 year 2002 and \$529,000 of the general fund--state appropriation for
13 fiscal year 2003 are provided solely for the displaced homemakers
14 program.

15 (2) \$234,000 of the general fund--state appropriation for fiscal
16 year 2002 and \$254,000 of the general fund--state appropriation for
17 fiscal year 2003 are provided solely for the western interstate
18 commission for higher education.

19 (3) \$1,000,000 of the general fund--state appropriation for fiscal
20 year 2002 and \$1,000,000 of the general fund--state appropriation for
21 fiscal year 2003 are provided solely for the health professional
22 conditional scholarship and loan program under chapter 28B.115 RCW.
23 This amount shall be deposited to the health professional loan
24 repayment and scholarship trust fund to carry out the purposes of the
25 program.

26 (4) \$1,000,000 of the general fund--state appropriations is
27 provided solely to continue a demonstration project that enables
28 classified public K-12 employees to become future teachers, subject to
29 the following conditions and limitations:

30 (a) Within available funds, the board may renew and offer
31 conditional scholarships of up to \$4,000 per year for full or part-time
32 studies that may be forgiven in exchange for teaching service in
33 Washington's public K-12 schools. In selecting loan recipients, the
34 board shall take into account the applicant's demonstrated academic
35 ability and commitment to serve as a teacher within the state of
36 Washington.

37 (b) Loans shall be forgiven at the rate of one year of loan for two
38 years of teaching service. Recipients who teach in geographic or
39 subject-matter shortage areas, as specified by the office of the

1 superintendent for public instruction, may have their loans forgiven at
2 the rate of one year of loan for one year of teaching service;

3 (c) Recipients who fail to fulfill the required teaching service
4 shall be required to repay the conditional loan with interest. The
5 board shall define the terms for repayment, including applicable
6 interest rates, fees and deferments, and may adopt other rules as
7 necessary to implement this demonstration project.

8 (d) The board may deposit this appropriation and all collections
9 into the student loan account authorized in RCW 28B.102.060.

10 (e) The board will provide the legislature and governor with
11 findings about the impact of this demonstration project on persons
12 entering the teaching profession in shortage areas by no later than
13 January of 2002.

14 (5) \$75,000 of the general fund--state appropriation for fiscal
15 year 2002 and \$75,000 of the general fund--state appropriation for
16 fiscal year 2003 are provided solely for higher education student child
17 care matching grants under chapter 28B.135 RCW.

18 (6) \$123,105,000 of the general fund--state appropriation for
19 fiscal year 2002 and \$129,198,000 of the general fund--state
20 appropriation for fiscal year 2003 are provided solely for student
21 financial aid, including all administrative costs. Of these amounts:

22 (a) \$93,469,000 of the general fund--state appropriation for fiscal
23 year 2002 and \$99,328,000 of the general fund--state appropriation for
24 fiscal year 2003 are provided solely for the state need grant program.
25 After April 1 of each fiscal year, up to one percent of the annual
26 appropriation for the state need grant program may be transferred to
27 the state work study program;

28 (b) \$16,406,000 of the general fund--state appropriation for fiscal
29 year 2002 and \$17,494,000 of the general fund--state appropriation for
30 fiscal year 2003 are provided solely for the state work study program.
31 After April 1 of each fiscal year, up to one percent of the annual
32 appropriation for the state work study program may be transferred to
33 the state need grant program;

34 (c) \$2,920,000 of the general fund--state appropriation for fiscal
35 year 2002 and \$2,920,000 of the general fund--state appropriation for
36 fiscal year 2003 are provided solely for educational opportunity
37 grants. The board may deposit sufficient funds from its appropriation
38 into the state education trust fund as established in RCW 28B.10.821 to
39 provide a one-year renewal of the grant for each new recipient of the

1 educational opportunity grant award. For the purpose of establishing
2 eligibility for the equal opportunity grant program for placebound
3 students under RCW 28B.101.020, Thurston county lies within the branch
4 campus service area of the Tacoma branch campus of the University of
5 Washington;

6 (d) A maximum of 2.1 percent of the general fund--state
7 appropriation for fiscal year 2002 and 2.1 percent of the general
8 fund--state appropriation for fiscal year 2003 may be expended for
9 financial aid administration, excluding the 4 percent state work study
10 program administrative allowance provision;

11 (e) \$1,469,000 of the general fund--state appropriation for fiscal
12 year 2002 and \$1,744,000 of the general fund--state appropriation for
13 fiscal year 2003 are provided solely to implement the Washington
14 scholars program. Any Washington scholars program moneys not awarded
15 by April 1st of each year may be transferred by the board to the
16 Washington award for vocational excellence;

17 (f) \$605,000 of the general fund--state appropriation for fiscal
18 year 2002 and \$646,000 of the general fund--state appropriation for
19 fiscal year 2003 are provided solely to implement Washington award for
20 vocational excellence program. Any Washington award for vocational
21 program moneys not awarded by April 1st of each year may be transferred
22 by the board to the Washington scholars program;

23 (g) \$251,000 of the general fund--state appropriation for fiscal
24 year 2002 and \$251,000 of the general fund--state appropriation for
25 fiscal year 2003 are provided solely for community scholarship matching
26 grants of \$2,000 each. Of the amounts provided, no more than \$5,200
27 each year is for the administration of the community scholarship
28 matching grant program. To be eligible for the matching grant, a
29 nonprofit community organization organized under section 501(c)(3) of
30 the internal revenue code must demonstrate that it has raised \$2,000 in
31 new moneys for college scholarships after the effective date of this
32 act. An organization may receive more than one \$2,000 matching grant
33 and preference shall be given to organizations affiliated with the
34 citizens' scholarship foundation; and

35 (h) \$7,985,000 of the general fund--state appropriation for fiscal
36 year 2002 and \$6,815,000 of the general fund--state appropriation for
37 fiscal year 2003 are provided solely for the Washington promise
38 scholarship program subject to the following conditions and
39 limitations:

1 (i) Within available funds, the higher education coordinating board
2 shall award scholarships for use at accredited institutions of higher
3 education in the state of Washington to as many students as possible
4 from among those qualifying under (iv) of this subsection. Each
5 qualifying student will receive two consecutive annual installments,
6 the value of each not to exceed the full-time annual resident tuition
7 rates charged by community colleges.

8 (ii) Of the amounts provided, no more than \$325,000 each year is
9 for administration of the Washington promise scholarship program.

10 (iii) Other than funds provided for program administration, the
11 higher education coordinating board shall deposit all money received
12 for the program in the Washington promise scholarship account, a
13 nonappropriated fund in the custody of the state treasurer. The
14 account shall be self-sustaining and consist of funds appropriated by
15 the legislature for these scholarships, private contributions, and
16 receipts from refunds of tuition and fees.

17 (iv) Scholarships shall be awarded to students who graduate from
18 high school or its equivalent whose family income does not exceed one
19 hundred thirty-five percent of the state's median family income,
20 adjusted for family size, if they meet any of the following academic
21 criteria:

22 (A) Students graduating from public and approved private high
23 schools under chapter 28A.195 RCW in 2001 and 2002 must be in the top
24 ten percent of their graduating class;

25 (B) Students graduating from public high schools, approved private
26 high schools under chapter 28A.195 RCW, and students participating in
27 home-based instruction as provided in chapter 28A.200 RCW must equal or
28 exceed a cumulative scholastic aptitude test score of 1200 on their
29 first attempt.

30 (v) For students eligible under (iv) of this subsection, the
31 superintendent of public instruction shall provide the higher education
32 coordinating board with the names, addresses, and unique numeric
33 identifiers by no later than October 1 of each year.

34 (vi) Scholarships awarded under this section may only be used at
35 accredited institutions of higher education in the state of Washington
36 for college-related expenses, including but not limited to, tuition,
37 room and board, books, materials, and transportation. The Washington
38 promise scholarship award shall not supplant other scholarship awards,

1 financial aid, or tax programs related to postsecondary education.
2 Scholarships may not be transferred or refunded to students.

3 (vii) The higher education coordinating board shall evaluate the
4 impact and effectiveness of the Washington promise scholarship program.
5 The evaluation shall include, but not be limited to: (A) An analysis
6 of other financial assistance promise scholarship recipients are
7 receiving through other federal, state, and institutional programs,
8 including grants, work study, tuition waivers, tax credits, and loan
9 programs; (B) an analysis of whether the implementation of the promise
10 scholarship program has had an impact on student indebtedness; and (C)
11 an evaluation of what types of students are successfully completing
12 high school but do not have the financial ability to attend college
13 because they cannot obtain financial aid or the financial aid is
14 insufficient. The board shall report its findings to the governor and
15 the legislature by November 1, 2001.

16 (viii) The higher education coordinating board may adopt rules as
17 necessary to implement this program.

18 NEW SECTION. **Sec. 612. FOR THE WORK FORCE TRAINING AND EDUCATION**
19 **COORDINATING BOARD**

20	General Fund--State Appropriation (FY 2002) . . . \$	1,773,000
21	General Fund--State Appropriation (FY 2003) . . . \$	1,731,000
22	General Fund--Federal Appropriation \$	45,496,000
23	TOTAL APPROPRIATION \$	49,000,000

24 The appropriations in this section are subject to the following
25 conditions and limitations: \$500,000 of the general fund--state
26 appropriation for fiscal year 2002 and \$500,000 of the general fund--
27 state appropriation for fiscal year 2003 are provided solely for the
28 operations and development of the inland northwest technology education
29 center (INTEC) as a regional resource and model for the rapid
30 deployment of skilled workers trained in the latest technologies for
31 Washington. The board shall serve as an advisor to and fiscal agent
32 for INTEC, and will report back to the governor and legislature by
33 September 2002 as to the progress and future steps for INTEC as this
34 new public-private partnership evolves.

35 NEW SECTION. **Sec. 613. FOR THE SPOKANE INTERCOLLEGIATE RESEARCH**
36 **AND TECHNOLOGY INSTITUTE**

37	General Fund--State Appropriation (FY 2002) . . . \$	1,747,000
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1	General Fund--State Appropriation (FY 2003) . . . \$	1,749,000
2	TOTAL APPROPRIATION \$	3,496,000

3 NEW SECTION. **Sec. 614. FOR WASHINGTON STATE LIBRARY**

4	General Fund--State Appropriation (FY 2002) . . . \$	8,793,000
5	General Fund--State Appropriation (FY 2003) . . . \$	8,788,000
6	General Fund--Federal Appropriation \$	6,976,000
7	TOTAL APPROPRIATION \$	24,557,000

8 The appropriations in this section are subject to the following
9 conditions and limitations: At least \$2,700,000 shall be expended for
10 a contract with the Seattle public library for library services for the
11 Washington book and braille library.

12 NEW SECTION. **Sec. 615. FOR THE WASHINGTON STATE ARTS COMMISSION**

13	General Fund--State Appropriation (FY 2002) \$	2,999,000
14	General Fund--State Appropriation (FY 2003) \$	2,999,000
15	General Fund--Federal Appropriation \$	1,000,000
16	TOTAL APPROPRIATION \$	6,998,000

17 The appropriations in this section are subject to the following
18 conditions and limitations: \$375,000 of the general fund--state
19 appropriation for fiscal year 2002 and \$375,000 of the general fund--
20 state appropriation for fiscal year 2003 are provided to increase grant
21 awards for the art in communities and arts in education programs.

22 NEW SECTION. **Sec. 616. FOR THE WASHINGTON STATE HISTORICAL**
23 **SOCIETY**

24	General Fund--State Appropriation (FY 2002) \$	2,900,000
25	General Fund--State Appropriation (FY 2003) \$	3,130,000
26	TOTAL APPROPRIATION \$	6,030,000

27 The appropriations in this section are subject to the following
28 conditions and limitations: \$90,000 of the general fund--state
29 appropriation for fiscal year 2002 and \$285,000 of the general fund--
30 state appropriation for fiscal year 2003 are provided solely for
31 activities related to the Lewis and Clark Bicentennial.

32 NEW SECTION. **Sec. 617. FOR THE EASTERN WASHINGTON STATE**
33 **HISTORICAL SOCIETY**

34	General Fund--State Appropriation (FY 2002) \$	1,709,000
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**PART VII
SPECIAL APPROPRIATIONS**

**NEW SECTION. Sec. 701. FOR THE STATE TREASURER--BOND RETIREMENT
AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
DEBT SUBJECT TO THE DEBT LIMIT**

General Fund--State Appropriation (FY 2002) . . .	\$	651,097,000
General Fund--State Appropriation (FY 2003) . . .	\$	545,290,000
State Building Construction Account--State Appropriation	\$	11,351,000
Debt-Limit Reimbursable Bond Retire Account-- State Appropriation	\$	2,591,000
TOTAL APPROPRIATION	\$	1,210,329,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for deposit into the debt-limit general fund bond retirement account. The appropriation for fiscal year 2000 shall be deposited in the debt-limit general fund bond retirement account by June 30, 2000.

**NEW SECTION. Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT
AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

State Convention and Trade Center Account-- State Appropriation	\$	39,950,000
Accident Account--State Appropriation	\$	5,590,000
Medical Aid Account--State Appropriation	\$	5,590,000
TOTAL APPROPRIATION	\$	51,130,000

**NEW SECTION. Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT
AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR
GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

General Fund--State Appropriation (FY 2002) . . .	\$	24,542,000
General Fund--State Appropriation (FY 2003) . . .	\$	26,706,000
Capitol Historic District Construction Account--State Appropriation	\$	454,000
Higher Education Construction Account--State Appropriation	\$	815,000

1	State Higher Education Construction Account--	
2	State Appropriation	\$ 348,000
3	State Vehicle Parking Account--State	
4	Appropriation	\$ 35,000
5	Nondebt-Limit Reimbursable Bond Retirement Account--	
6	State Appropriation	\$ 128,043,000
7	TOTAL APPROPRIATION	\$ 180,943,000

8 The appropriations in this section are subject to the following
9 conditions and limitations: The general fund appropriation is for
10 deposit into the nondebt-limit general fund bond retirement account.

11 NEW SECTION. **Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT**
12 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**
13 **BOND SALE EXPENSES**

14	General Fund--State Appropriation (FY 2002) . . .	\$ 567,000
15	General Fund--State Appropriation (FY 2003) . . .	\$ 568,000
16	Higher Education Construction Account--State	
17	Appropriation	\$ 77,000
18	State Higher Education Construction Account--	
19	State Appropriation	\$ 42,000
20	State Building Construction Account--State	
21	Appropriation	\$ 1,488,000
22	State Vehicle Parking Account--State	
23	Appropriation	\$ 5,000
24	Capitol Historic District Construction	
25	Account--State Appropriation	\$ 130,000
26	TOTAL APPROPRIATION	\$ 2,877,000

27 NEW SECTION. **Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
28 **EMERGENCY FUND**

29	General Fund--State Appropriation (FY 2002) . . .	\$ 850,000
30	General Fund--State Appropriation (FY 2003) . . .	\$ 850,000
31	TOTAL APPROPRIATION	\$ 1,700,000

32 The appropriations in this section are subject to the following
33 conditions and limitations: The appropriations in this section are for
34 the governor's emergency fund for the critically necessary work of any
35 agency.

1	Thurston	\$	122,000
2	Yakima	\$	121,000
3			-----
4	TOTAL	\$	975,000

5 NEW SECTION. **Sec. 710. BELATED CLAIMS.** The agencies and
6 institutions of the state may expend moneys appropriated in this act,
7 upon approval of the office of financial management, for the payment of
8 supplies and services furnished to the agency or institution in prior
9 fiscal biennia.

10 NEW SECTION. **Sec. 711. FOR THE DEPARTMENT OF NATURAL RESOURCES--**
11 **DISTRIBUTION OF EXCESS FUNDS FROM THE FOREST DEVELOPMENT ACCOUNT**

12 Forest Development Account--State
13 Appropriation \$ 10,000,000

14 The appropriation in this section is provided solely for
15 distribution of state forest land revenues to taxing authorities that
16 received such revenue from fiscal year 1996 through fiscal year 2000.

17 (1) Within fifteen days of the effective date of this section, the
18 department shall transmit funds in the amounts specified in subsection
19 (3) of this section to the county treasurers of the counties receiving
20 the funds.

21 (2) The county treasurers of the counties listed in this section
22 shall distribute funds received from this appropriation to taxing
23 authorities in proportion to the state forest board land funds
24 distributed to the taxing authorities based on information available
25 for the fiscal years 1996 through 2000. Funds to be credited to the
26 state of Washington and funds credited to school district general
27 levies shall be remitted to the state of Washington within thirty days
28 after the effective date of this section for deposit into the salmon
29 recovery account.

30 (3) Funds shall be distributed in the following amounts:

31	Clallam	\$	1,488,192
32	Clark	\$	510,515
33	Cowlitz	\$	339,189
34	Grays Harbor	\$	310,945
35	Jefferson	\$	212,812
36	King	\$	212,433

1	Kitsap	\$	127,301
2	Klickitat	\$	74,728
3	Lewis	\$	1,533,114
4	Mason	\$	222,237
5	Pacific	\$	354,315
6	Pierce	\$	100,930
7	Skagit	\$	1,161,074
8	Skamania	\$	213,433
9	Snohomish	\$	1,263,596
10	Stevens	\$	3,793
11	Thurston	\$	850,395
12	Wahkiakum	\$	292,346
13	Whatcom	\$	728,653
14			-----
15	TOTAL	\$	10,000,000

16 NEW SECTION. **Sec. 712. FOR THE SALMON RECOVERY ACCOUNT**

17	General Fund--State Appropriation (FY 2002) . . .	\$	8,000,000
18	General Fund--State Appropriation (FY 2003) . . .	\$	13,469,000
19	TOTAL APPROPRIATION	\$	21,469,000

20 The appropriations in this section are subject to the following
21 conditions and limitations: The appropriations shall be deposited in
22 the salmon recovery account.

23 NEW SECTION. **Sec. 713. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
24 **DIGITAL GOVERNMENT POOL**

25	Digital Government Revolving Account		
26	Appropriation	\$	5,000,000

27 The appropriation in this section is subject to the following
28 conditions and limitations:

29 (1) The digital government revolving account appropriation is
30 provided solely to provide digital services of government to citizens,
31 businesses, and to state and other governments. The office of
32 financial management, in consultation with the department of
33 information services, shall allocate these funds as needed for digital
34 government projects.

35 (2) To facilitate the transfer of moneys from dedicated funds and
36 accounts, the state treasurer is directed to transfer sufficient moneys

1 from each dedicated fund or account to the digital government revolving
2 account, hereby created in the state treasury, in accordance with
3 schedules provided by the office of financial management for digital
4 government projects.

5 (3) Agencies receiving these allocations shall report at a minimum
6 to the information services board and to the office of financial
7 management on the progress of digital government projects and efforts.

8 NEW SECTION. **Sec. 714. DEATH BENEFIT--COMMON SCHOOLS.** For the
9 period from July 1, 2001, through June 30, 2003, a one hundred fifty
10 thousand dollar death benefit shall be paid as a sundry claim to the
11 estate of an employee in the common school system of the state who is
12 killed in the course of employment. The determination of eligibility
13 for the benefit shall be made consistent with Title 51 RCW by the
14 department of labor and industries. The department of labor and
15 industries shall notify the director of the department of general
16 administration by order under RCW 51.52.050.

17 NEW SECTION. **Sec. 715. DEATH BENEFIT--STATE AGENCIES.** For the
18 period from July 1, 2001, through June 30, 2003, a one hundred fifty
19 thousand dollar death benefit shall be paid as a sundry claim to the
20 estate of an employee of any state agency or higher education
21 institution not otherwise provided a death benefit through coverage
22 under their enrolled retirement system. The determination of
23 eligibility for the benefit shall be made consistent with Title 51 RCW
24 by the department of labor and industries. The department of labor and
25 industries shall notify the director of the department of general
26 administration by order under RCW 51.52.050.

27 NEW SECTION. **Sec. 716. FOR THE GOVERNOR--COMPENSATION--INSURANCE**
28 **BENEFITS**

29	General Fund--State Appropriation (FY 2002) . . . \$	6,736,000
30	General Fund--State Appropriation (FY 2003) . . . \$	18,847,000
31	General Fund--Federal Appropriation \$	8,186,000
32	General Fund--Private/Local Appropriation \$	429,000
33	Salary and Insurance Increase Revolving Account	
34	Appropriation \$	18,334,000
35	TOTAL APPROPRIATION \$	52,532,000

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

3 (1)(a) The monthly employer funding rate for insurance benefit
4 premiums, public employees' benefits board administration, and the
5 uniform medical plan, shall not exceed \$455.79 per eligible employee
6 for fiscal year 2002, and \$494.28 for fiscal year 2003.

7 (b) Within the rates in (a) of this subsection, \$2.02 per eligible
8 employee shall be included in the employer funding rate for fiscal year
9 2002, and \$4.10 per eligible employee shall be included in the employer
10 funding rate for fiscal year 2003, solely to increase life insurance
11 coverage in accordance with a court approved settlement in *Burbage et*
12 *al. v. State of Washington* (Thurston county superior court cause no.
13 94-2-02560-8).

14 (c) In order to achieve the level of funding provided for health
15 benefits, the public employees' benefits board may require employee
16 premium copayments, increase point-of-service cost sharing, and/or
17 implement managed competition.

18 (d) The health care authority shall deposit any moneys received on
19 behalf of the uniform medical plan as a result of rebates on
20 prescription drugs, audits of hospitals, subrogation payments, or any
21 other moneys recovered as a result of prior uniform medical plan claims
22 payments, into the public employees' and retirees' insurance account to
23 be used for insurance benefits. Such receipts shall not be used for
24 administrative expenditures.

25 (2) To facilitate the transfer of moneys from dedicated funds and
26 accounts, the state treasurer is directed to transfer sufficient moneys
27 from each dedicated fund or account to the special fund salary and
28 insurance contribution increase revolving fund in accordance with
29 schedules provided by the office of financial management.

30 (3) The health care authority, subject to the approval of the
31 public employees' benefits board, shall provide subsidies for health
32 benefit premiums to eligible retired or disabled public employees and
33 school district employees who are eligible for parts A and B of
34 medicare, pursuant to RCW 41.05.085. From January 1, 2002, through
35 December 31, 2002, the subsidy shall be \$83.98. Starting January 1,
36 2003, the subsidy shall be \$100.77 per month.

37 (4) Technical colleges, school districts, and educational service
38 districts shall remit to the health care authority for deposit into the

1 public employees' and retirees' insurance account established in RCW
2 41.05.120 the following amounts:

3 (a) For each full-time employee, \$32.49 per month beginning
4 September 1, 2001, and \$37.69 beginning September 1, 2002;

5 (b) For each part-time employee who, at the time of the remittance,
6 is employed in an eligible position as defined in RCW 41.32.010 or
7 41.40.010 and is eligible for employer fringe benefit contributions for
8 basic benefits, \$32.49 each month beginning September 1, 2001, and
9 \$37.69 beginning September 1, 2002, prorated by the proportion of
10 employer fringe benefit contributions for a full-time employee that the
11 part-time employee receives.

12 The remittance requirements specified in this subsection shall not
13 apply to employees of a technical college, school district, or
14 educational service district who purchase insurance benefits through
15 contracts with the health care authority.

16 (5) The salary and insurance increase revolving account
17 appropriation includes amounts sufficient to fund health benefits for
18 ferry workers at the premium levels specified in subsection (1) of this
19 section, consistent with the 1999-01 transportation appropriations act.

20 NEW SECTION. **Sec. 717. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--**
21 **CONTRIBUTIONS TO RETIREMENT SYSTEMS.** The appropriations in this
22 section are subject to the following conditions and limitations: The
23 appropriations for the law enforcement officers' and firefighters'
24 retirement system shall be made on a monthly basis beginning July 1,
25 2001, consistent with chapter 41.45 RCW as amended by this act, and the
26 appropriations for the judges and judicial retirement systems shall be
27 made on a quarterly basis consistent with chapters 2.10 and 2.12 RCW.

28 (1) There is appropriated for state contributions to the law
29 enforcement officers' and fire fighters' retirement system:

30 General Fund--State Appropriation (FY 2002) . . . \$	15,552,000
31 General Fund--State Appropriation (FY 2003) . . . \$	16,668,000

32 The appropriations in this subsection are subject to the following
33 conditions and limitations: The appropriations include reductions of
34 \$3,848,000 general fund--state for fiscal year 2002 and \$4,132,000
35 general fund--state for fiscal year 2003, to reflect savings resulting
36 from the implementation of state pension contribution rates effective
37 July 1, 2001, as provided in Senate Bill No. 6167.

1 (2) There is appropriated for contributions to the judicial
2 retirement system:

3	General Fund--State Appropriation (FY 2002) . . . \$	6,000,000
4	General Fund--State Appropriation (FY 2003) . . . \$	6,000,000

5 (3) There is appropriated for contributions to the judges
6 retirement system:

7	General Fund--State Appropriation (FY 2002) . . . \$	250,000
8	General Fund--State Appropriation (FY 2003) . . . \$	250,000
9	TOTAL APPROPRIATION \$	44,720,000

10 NEW SECTION. Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT--
11 CONTRIBUTIONS TO RETIREMENT SYSTEMS

12	General Fund--State Appropriation (FY 2002) . . . \$	(-16,831,000)
13	General Fund--State Appropriation (FY 2003) . . . \$	(-17,078,000)
14	General Fund--Federal Appropriation \$	(-11,193,000)
15	General Fund--Private/Local Appropriation \$	(-667,000)
16	Special Account Retirement Contribution Increase	
17	Revolving Account Appropriation \$	(-25,476,000)
18	TOTAL APPROPRIATION \$	(-71,245,000)

19 The appropriations in this section are provided solely to reduce
20 agency appropriations to reflect savings resulting from the
21 implementation of employer pension contribution rates, effective July
22 1, 2001, for the public employees' retirement system, and effective
23 September 1, 2001, for the teachers' retirement system, as provided in
24 Senate Bill No. 6167.

25 NEW SECTION. Sec. 719. SALARY COST OF LIVING ADJUSTMENT

26	General Fund--State Appropriation (FY 2002) . . . \$	42,958,000
27	General Fund--State Appropriation (FY 2003) . . . \$	81,362,000
28	General Fund--Federal Appropriation \$	41,003,000
29	General Fund--Private/Local Appropriation \$	2,512,000
30	Salary and Insurance Increase Revolving Account	
31	Appropriation \$	99,402,000
32	TOTAL APPROPRIATION \$	267,237,000

33 The appropriations in this section shall be expended solely for the
34 purposes designated in this section and are subject to the following
35 conditions and limitations:

1 (1) In addition to the purposes set forth in subsections (2) and
2 (3) of this section, appropriations in this section are provided solely
3 for a 3.7 percent salary increase effective July 1, 2001, and a 3.1
4 percent salary increase effective July 1, 2002, for all classified
5 employees, except the certificated employees of the state schools for
6 the deaf and blind, and including those employees in the Washington
7 management service, and exempt employees under the jurisdiction of the
8 personnel resources board.

9 (2) The appropriations in this section are sufficient to fund a 3.7
10 percent salary increase effective July 1, 2001, and a 3.1 percent
11 increase effective July 1, 2002, for general government, legislative,
12 and judicial employees exempt from merit system rules whose maximum
13 salaries are not set by the commission on salaries for elected
14 officials.

15 (3) The salary and insurance increase revolving account
16 appropriation in this section includes funds sufficient to fund a 3.7
17 percent salary increase effective July 1, 2001, and a 3.1 percent
18 salary increase effective July 1, 2002, for ferry workers consistent
19 with the 2001-03 transportation appropriations act.

20 (4)(a) No salary increase may be paid under this section to any
21 person whose salary has been Y-rated pursuant to rules adopted by the
22 personnel resources board.

23 (b) The average salary increases paid under this section to agency
24 officials whose maximum salaries are established by the committee on
25 agency official salaries shall not exceed the average increases
26 provided by subsection (2) of this section.

27 **NEW SECTION. Sec. 720. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
28 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

29	General Fund--State Appropriation (FY 2002) . . . \$	11,264,000
30	General Fund--State Appropriation (FY 2003) . . . \$	11,264,000
31	TOTAL APPROPRIATION \$	22,528,000

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

34 (1) The appropriations in this section are for appropriation to the
35 education technology revolving account for the purpose of covering
36 operational and transport costs incurred by the K-20 educational
37 network program in providing telecommunication services to network
38 participants.

1 (2) Use of these moneys to connect public libraries are limited to
 2 public libraries which have in place a policy of internet safety
 3 applied to publicly available computers with internet access via the K-
 4 20 educational network that protects against access to visual
 5 depictions that are (a) obscene under chapter 9.68 RCW; or (b) sexual
 6 exploitation of children under chapter 9.68A RCW.

7 NEW SECTION. **Sec. 721. FOR THE ATTORNEY GENERAL--SALARY**
 8 **ADJUSTMENTS**

9	General Fund--State Appropriation (FY 2002) . . . \$	989,000
10	General Fund--State Appropriation (FY 2003) . . . \$	2,082,000
11	Legal Services Revolving Account--State	
12	Appropriation \$	3,071,000
13	TOTAL APPROPRIATION \$	6,142,000

14 The appropriations in this section are subject to the following
 15 conditions and limitations: The appropriations are provided solely for
 16 increases in salaries and related benefits of assistant attorneys
 17 general effective July 1, 2001, and another increase effective July 1,
 18 2002. This funding is provided solely for: (1) Increases in beginning
 19 salaries; (2) merit-based increases to recognize outstanding
 20 performance; and (3) increases to address critical recruitment and
 21 retention problems in specialty practice areas.

22 NEW SECTION. **Sec. 722. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
 23 **COMPENSATION ACTIONS OF PERSONNEL RESOURCES BOARD**

24	General Fund--State Appropriation (FY 2002) . . . \$	8,500,000
25	General Fund--State Appropriation (FY 2003) . . . \$	8,500,000
26	General Fund--Federal Appropriation \$	10,000,000
27	General Fund--Local Appropriation \$	300,000
28	Salary and Insurance Increase Revolving Account	
29	Appropriation \$	7,000,000
30	TOTAL APPROPRIATION \$	34,300,000

31 The appropriations in this section shall be expended solely for the
 32 purposes designated in this section and are subject to the conditions
 33 and limitations specified in this section. The office of financial
 34 management shall use the funding provided in this section for the
 35 following purposes:

1 (1) Not more than \$350,000 of the general fund--state appropriation
2 for fiscal year 2002, \$350,000 of the general fund--state appropriation
3 for fiscal year 2003, and \$700,000 of the general fund--federal
4 appropriation may be allocated to the department of corrections and the
5 department of social and health services to fund the cost of increases
6 in evening shift and night shift pay for registered nurses working in
7 department of corrections facilities, western state hospital, eastern
8 state hospital, and other similar hospital settings.

9 (2) Not more than \$300,000 of the general fund--state appropriation
10 for fiscal year 2002, \$300,000 of the general fund--state appropriation
11 for fiscal year 2003, and \$600,000 of the general fund--federal
12 appropriation may be allocated to the department of corrections and the
13 department of social and health services to fund the cost of increases
14 in evening shift and night shift pay for other direct patient care
15 health care providers working in department of corrections facilities,
16 western state hospital, eastern state hospital, and other similar
17 hospital settings.

18 (3) The office of financial management may provide funding to state
19 agencies for assignment pay increases approved by the department of
20 personnel for recruitment and retention in areas impacted by the cost
21 of living. To be eligible for funding under this subsection, agencies
22 must submit fiscal impact statements to the office of financial
23 management. Priority shall be given to agencies that are located very
24 close to another agency that has been previously approved for such an
25 assignment pay increase for job classes used by both agencies. Funding
26 may be provided to an agency only after approval of the department of
27 personnel of the proposed assignment pay increase.

28 (4) The office of financial management may provide funding to state
29 agencies seeking reclassifications or salary adjustments to address
30 recruitment and retention problems pursuant to RCW 41.06.152(2), so as
31 to enable the agency to meet the requirement that it be able to absorb
32 the biennialized cost of the salary adjustments. In reviewing
33 proposals for funding under this subsection, the following job classes
34 and programs shall be given priority for funding:

35 (a) Those psychiatrist 1 and 2 positions that provide direct
36 patient care in a department of social and health services or a
37 department of corrections institution.

38 (b) Those psychologist 3 - 5 positions that provide direct services
39 to offenders in department of corrections institutions.

1 (c) Those forensic scientist 3 positions employed by the Washington
2 state patrol.

3 (d) Those corrections mental health counselor 1 - 3 positions that
4 provide direct services to offenders at the sex offender treatment
5 program at the Monroe correctional complex.

6 (e) Those social worker 2 - 4 positions that provide direct client
7 services with the division of children and family services in the
8 department of social and health services.

9 (f) Those financial analyst 1 - 5 positions and related higher
10 education fiscal and accounting positions that have a documented
11 recruitment and retention problem.

12 (g) The insurance examiner 1 - 4 positions employed by the office
13 of the insurance commissioner.

14 (h) Registered nurse 1 - 4 positions employed by the department of
15 social and health services at western state hospital and eastern state
16 hospital and by the department of corrections.

17 (i) Licensed practical nurse 1 - 3 positions employed by the
18 department of social and health services at western state hospital and
19 eastern state hospital and by the department of corrections.

20 (j) Pressure vessel inspector 1 - 3 positions employed by the
21 department of labor and industries.

22 (k) Elevator inspector related positions employed by the department
23 of labor and industries.

24 (l) Property tax auditor and property tax appraiser related
25 positions employed by the department of revenue.

26 (m) Natural resources engineer 1 - 4 positions employed by the
27 department of natural resources.

28 (n) Forest cruiser positions with the department of natural
29 resources.

30 (o) Curator 1 - 3 positions with the Washington state historical
31 society.

32 (p) Those library information assistant and specialist positions
33 that work directly with residents in developmental disability
34 institutions, mental hospitals, and prisons.

35 (q) Civil engineer 1 - 5 and engineering aide 1 - 4 positions.

36 NEW SECTION. **Sec. 723. INCENTIVE SAVINGS--FY 2002.** The sum of
37 one hundred million dollars or so much thereof as may be available on
38 June 30, 2002, from the total amount of unspent fiscal year 2002 state

1 general fund appropriations is appropriated for the purposes of RCW
2 43.79.460 in the manner provided in this section.

3 (1) Of the total appropriated amount, one-half of that portion that
4 is attributable to incentive savings, not to exceed twenty-five million
5 dollars, is appropriated to the savings incentive account for the
6 purpose of improving the quality, efficiency, and effectiveness of
7 agency services, and credited to the agency that generated the savings.

8 (2) The remainder of the total amount, not to exceed seventy-five
9 million dollars, is appropriated to the education savings account.

10 (3) For purposes of this section, the total amount of unspent state
11 general fund appropriations does not include the appropriations made in
12 this section or any amounts included in across-the-board allotment
13 reductions under RCW 43.88.110.

14 NEW SECTION. **Sec. 724. INCENTIVE SAVINGS--FY 2003.** The sum of
15 one hundred million dollars or so much thereof as may be available on
16 June 30, 2003, from the total amount of unspent fiscal year 2003 state
17 general fund appropriations is appropriated for the purposes of RCW
18 43.79.460 in the manner provided in this section.

19 (1) Of the total appropriated amount, one-half of that portion that
20 is attributable to incentive savings, not to exceed twenty-five million
21 dollars, is appropriated to the savings incentive account for the
22 purpose of improving the quality, efficiency, and effectiveness of
23 agency services, and credited to the agency that generated the savings.

24 (2) The remainder of the total amount, not to exceed seventy-five
25 million dollars, is appropriated to the education savings account.

26 (3) For purposes of this section, the total amount of unspent state
27 general fund appropriations does not include the appropriations made in
28 this section or any amounts included in across-the-board allotment
29 reductions under RCW 43.88.110.

30 NEW SECTION. **Sec. 725. PUGET SOUND FERRY OPERATIONS ACCOUNT**
31 General Fund--State Appropriation (FY 2002) . . . \$ 20,000,000

32 The appropriation in this section is subject to the following
33 conditions and limitations: The appropriations in this section are for
34 appropriation to the Puget Sound ferry operations account to carry out
35 the purposes of the account.

36 NEW SECTION. **Sec. 726. LOCAL GOVERNMENT FINANCIAL ASSISTANCE**

1 (1) The legislature recognizes the need for ongoing financial
 2 assistance to local governments for the purposes of public safety,
 3 criminal justice, public health, and other operations. Therefore, it
 4 is the intent of the legislature that the state provide funding for the
 5 current and future fiscal biennia for a portion of local governments'
 6 costs for these programs and services that are the ongoing
 7 responsibility of the recipient local government.

8 (2) Moneys appropriated in sections 727, 728, and 729 of this act
 9 shall be used to supplant a portion of the costs of existing local
 10 programs.

11 (3) Moneys appropriated in sections 727, 728, and 729 of this act
 12 constitute a transfer to the state of local government costs under RCW
 13 43.135.060(2).

14 NEW SECTION. **Sec. 727. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
 15 **AND ECONOMIC DEVELOPMENT--COUNTY CORPORATION ASSISTANCE**

16	General Fund--State Appropriation (FY 2002) . . . \$	24,318,178
17	General Fund--State Appropriation (FY 2003) . . . \$	25,045,614
18	TOTAL APPROPRIATION \$	49,363,791

19 The appropriations in this section are subject to section 726 of
 20 this act and to the following conditions and limitations:

21 (1) The amounts distributed to Benton, Franklin, Klickitat,
 22 Skamania, Mason, Okanogan, Stevens, Ferry, Pend Oreille, and Thurston
 23 counties have been adjusted to account for a portion of delinquent
 24 amounts resulting from these counties not paying the portion of the
 25 employer contributions for superior court judges as required by Article
 26 IV, section 13 of the state Constitution and 1996 Attorney General's
 27 Opinion No. 2.

28 (2) The director of community, trade, and economic development
 29 shall distribute the appropriations to the following counties in the
 30 amounts designated:

31			2001-03
32	County	FY 2002	FY 2003
33			Biennium
33	Adams	290,303	295,993
34	Asotin	422,074	434,598
35	Benton	946,475	979,158
36	Chelan	637,688	651,982
37	Clallam	444,419	454,391
38	Clark	641,571	678,997
			1,320,568

1	Columbia	561,888	572,901	1,134,789
2	Cowlitz	771,879	795,808	1,567,687
3	Douglas	505,585	528,184	1,033,769
4	Ferry	386,842	394,484	781,325
5	Franklin	433,373	454,767	888,141
6	Garfield	571,303	582,501	1,153,804
7	Grant	579,631	604,072	1,183,703
8	Grays Harbor	540,315	550,905	1,091,220
9	Island	483,589	503,205	986,794
10	Jefferson	239,914	249,924	489,838
11	King	2,661,862	2,720,716	5,382,578
12	Kitsap	469,992	480,178	950,170
13	Kittitas	366,971	383,027	749,998
14	Klickitat	201,512	214,341	415,852
15	Lewis	583,702	598,004	1,181,706
16	Lincoln	290,754	302,151	592,905
17	Mason	903,421	929,320	1,832,741
18	Okanogan	545,895	557,379	1,103,274
19	Pacific	344,047	350,790	694,837
20	Pend Oreille	278,137	283,632	561,768
21	Pierce	1,246,530	1,284,087	2,530,617
22	San Juan	85,712	91,859	177,571
23	Skagit	911,491	944,914	1,856,405
24	Skamania	170,202	173,590	343,793
25	Snohomish	1,017,209	1,058,571	2,075,780
26	Spokane	804,124	823,359	1,627,483
27	Stevens	805,055	829,171	1,634,226
28	Thurston	990,932	1,020,623	2,011,555
29	Wahkiakum	507,528	517,476	1,025,004
30	Walla Walla	241,341	247,105	488,446
31	Whatcom	408,025	429,069	837,094
32	Whitman	134,870	138,191	273,061
33	Yakima	1,892,018	1,936,192	3,828,210
34	TOTAL APPROPRIATIONS	24,318,178	25,045,614	49,363,791

35 NEW SECTION. **Sec. 728. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
36 **AND ECONOMIC DEVELOPMENT--MUNICIPAL CORPORATION ASSISTANCE**

37	General Fund--State Appropriation (FY 2002) . . . \$	45,884,610
38	General Fund--State Appropriation (FY 2003) . . . \$	47,251,839
39	TOTAL APPROPRIATION \$	93,136,449

40 The appropriations in this section are subject to section 728 of
41 this act and the following conditions and limitations:

42 (1) The director of community, trade, and economic development
43 shall distribute \$45,545,942 of the fiscal year 2002 appropriation and

1 \$46,903,217 of the fiscal year 2003 appropriation to the following
 2 cities and municipalities in the amounts designated:

3				2001-03
4	City	FY 2002	FY 2003	Biennium
5	Aberdeen	119,986	123,562	243,548
6	Airway Heights	111,259	114,575	225,834
7	Albion	66,339	68,316	134,655
8	Algona	32,672	33,646	66,318
9	Almira	12,519	12,892	25,411
10	Anacortes	70,930	73,044	143,974
11	Arlington	42,344	43,606	85,950
12	Asotin	57,623	59,340	116,963
13	Auburn	192,405	198,139	390,544
14	Bainbridge Island	293,851	302,608	596,459
15	Battle Ground	118,303	121,828	240,131
16	Beaux Arts	1,784	1,837	3,621
17	Bellevue	524,203	539,824	1,064,027
18	Bellingham	369,121	380,121	749,242
19	Benton City	111,380	114,699	226,079
20	Bingen	6,602	6,799	13,401
21	Black Diamond	254,698	262,288	516,986
22	Blaine	20,853	21,474	42,327
23	Bonney Lake	158,738	163,468	322,206
24	Bothell	137,270	141,361	278,631
25	Bremerton	214,020	220,398	434,418
26	Brewster	11,250	11,585	22,835
27	Bridgeport	188,216	193,825	382,041
28	Brier	532,011	547,865	1,079,876
29	Buckley	68,227	70,260	138,487
30	Bucoda	52,876	54,452	107,328
31	Burien	284,265	292,736	577,001
32	Burlington	27,407	28,224	55,631
33	Camas	53,654	55,253	108,907
34	Carbonado	56,785	58,477	115,262
35	Carnation	9,593	9,879	19,472
36	Cashmere	120,801	124,401	245,202
37	Castle Rock	29,980	30,873	60,853
38	Cathlamet	6,265	6,452	12,717
39	Centralia	101,426	104,448	205,874
40	Chehalis	34,601	35,632	70,233
41	Chelan	19,515	20,097	39,612
42	Cheney	314,316	323,683	637,999
43	Chewelah	66,731	68,720	135,451
44	Clarkston	83,910	86,411	170,321
45	Cle Elum	8,692	8,951	17,643
46	Clyde Hill	136,778	140,854	277,632

1	Colfax	74,672	76,897	151,569
2	College Place	526,480	542,169	1,068,649
3	Colton	27,473	28,292	55,765
4	Colville	23,389	24,086	47,475
5	Conconully	13,675	14,083	27,758
6	Concrete	27,006	27,811	54,817
7	Connell	164,950	169,866	334,816
8	Cosmopolis	15,395	15,854	31,249
9	Coulee City	2,804	2,888	5,692
10	Coulee Dam	61,408	63,238	124,646
11	Coupeville	7,708	7,938	15,646
12	Covington	690,851	711,438	1,402,289
13	Creston	12,905	13,290	26,195
14	Cusick	9,341	9,619	18,960
15	Darrington	59,838	61,621	121,459
16	Davenport	66,350	68,327	134,677
17	Dayton	92,685	95,447	188,132
18	Deer Park	16,059	16,538	32,597
19	Des Moines	1,482,120	1,526,287	3,008,407
20	Dupont	8,109	8,351	16,460
21	Duvall	66,128	68,099	134,227
22	East Wenatchee	30,678	31,592	62,270
23	Eatonville	8,848	9,112	17,960
24	Edgewood	901,766	928,639	1,830,405
25	Edmonds	456,336	469,935	926,271
26	Electric City	87,243	89,843	177,086
27	Ellensburg	81,982	84,425	166,407
28	Elma	84,676	87,199	171,875
29	Elmer City	29,811	30,699	60,510
30	Endicott	28,758	29,615	58,373
31	Entiat	58,244	59,980	118,224
32	Enumclaw	53,013	54,593	107,606
33	Ephrata	59,987	61,775	121,762
34	Everett	495,428	510,192	1,005,620
35	Everson	67,517	69,529	137,046
36	Fairfield	18,540	19,092	37,632
37	Farmington	12,072	12,432	24,504
38	Federal Way	470,179	484,190	954,369
39	Ferndale	74,669	76,894	151,563
40	Fife	25,411	26,168	51,579
41	Fircrest	386,146	397,653	783,799
42	Forks	110,712	114,011	224,723
43	Friday Harbor	9,791	10,083	19,874
44	Garfield	45,263	46,612	91,875
45	George	19,319	19,895	39,214
46	Gig Harbor	31,615	32,557	64,172
47	Gold Bar	134,531	138,540	273,071

1	Goldendale	49,519	50,995	100,514
2	Grand Coulee	5,805	5,978	11,783
3	Grandview	256,347	263,986	520,333
4	Granger	173,094	178,252	351,346
5	Granite Falls	10,946	11,272	22,218
6	Hamilton	17,437	17,957	35,394
7	Harrah	46,947	48,346	95,293
8	Harrington	18,107	18,647	36,754
9	Hartline	11,392	11,731	23,123
10	Hatton	12,176	12,539	24,715
11	Hoquiam	374,903	386,075	760,978
12	Hunts Point	2,432	2,504	4,936
13	Ilwaco	13,150	13,542	26,692
14	Index	4,181	4,306	8,487
15	Ione	17,566	18,089	35,655
16	Issaquah	50,002	51,492	101,494
17	Kahlotus	20,210	20,812	41,022
18	Kalama	7,892	8,127	16,019
19	Kelso	68,904	70,957	139,861
20	Kenmore	1,099,395	1,132,157	2,231,552
21	Kennewick	293,534	302,281	595,815
22	Kent	360,624	371,371	731,995
23	Kettle Falls	64,422	66,342	130,764
24	Kirkland	221,429	228,028	449,457
25	Kittitas	72,698	74,864	147,562
26	Krupp	4,445	4,577	9,022
27	La Center	34,415	35,441	69,856
28	La Conner	3,817	3,931	7,748
29	La Crosse	20,141	20,741	40,882
30	Lacey	143,243	147,512	290,755
31	Lake Forest Park	897,932	924,690	1,822,622
32	Lake Stevens	142,295	146,535	288,830
33	Lakewood	2,955,109	3,043,171	5,998,280
34	Lamont	7,492	7,715	15,207
35	Langley	5,303	5,461	10,764
36	Latah	11,962	12,318	24,280
37	Leavenworth	12,189	12,552	24,741
38	Lind	2,217	2,283	4,500
39	Long Beach	10,269	10,575	20,844
40	Longview	249,836	257,281	507,117
41	Lyman	16,741	17,240	33,981
42	Lynden	42,717	43,990	86,707
43	Lynnwood	163,579	168,454	332,033
44	Mabton	142,491	146,737	289,228
45	Malden	21,588	22,231	43,819
46	Mansfield	26,744	27,541	54,285
47	Maple Valley	359,478	370,190	729,668

1	Marcus	14,126	14,547	28,673
2	Marysville	102,028	105,068	207,096
3	Mattawa	100,064	103,046	203,110
4	McCleary	105,807	108,960	214,767
5	Medical Lake	114,323	117,730	232,053
6	Medina	14,355	14,783	29,138
7	Mercer Island	383,527	394,956	778,483
8	Mesa	16,835	17,337	34,172
9	Metaline	14,150	14,572	28,722
10	Metaline Falls	7,718	7,948	15,666
11	Mill Creek	174,495	179,695	354,190
12	Millwood	22,619	23,293	45,912
13	Milton	28,030	28,865	56,895
14	Monroe	56,517	58,201	114,718
15	Montesano	60,229	62,024	122,253
16	Morton	5,891	6,067	11,958
17	Moses Lake	105,670	108,819	214,489
18	Mossyrock	16,545	17,038	33,583
19	Mount Vernon	130,780	134,677	265,457
20	Mountlake Terrace	711,188	732,381	1,443,569
21	Moxee	40,448	41,653	82,101
22	Mukilteo	274,482	282,662	557,144
23	Naches	7,632	7,859	15,491
24	Napavine	96,030	98,892	194,922
25	Nespelem	17,614	18,139	35,753
26	Newcastle	290,801	299,467	590,268
27	Newport	13,223	13,617	26,840
28	Nooksack	58,178	59,912	118,090
29	Normandy Park	489,113	503,689	992,802
30	North Bend	20,754	21,372	42,126
31	North Bonneville	30,574	31,485	62,059
32	Northport	23,489	24,189	47,678
33	Oak Harbor	278,157	286,446	564,603
34	Oakesdale	31,060	31,986	63,046
35	Oakville	43,411	44,705	88,116
36	Ocean Shores	64,837	66,769	131,606
37	Odessa	4,721	4,862	9,583
38	Okanogan	12,323	12,690	25,013
39	Olympia	198,476	204,391	402,867
40	Omak	26,117	26,895	53,012
41	Oroville	12,506	12,879	25,385
42	Orting	191,211	196,909	388,120
43	Othello	26,808	27,607	54,415
44	Pacific	69,124	71,184	140,308
45	Palouse	55,067	56,708	111,775
46	Pasco	131,298	135,211	266,509
47	Pateros	28,021	28,856	56,877

1	Pe Ell	54,800	56,433	111,233
2	Pomeroy	52,485	54,049	106,534
3	Port Angeles	124,595	128,308	252,903
4	Port Orchard	41,797	43,043	84,840
5	Port Townsend	47,126	48,530	95,656
6	Poulsbo	31,812	32,760	64,572
7	Prescott	12,349	12,717	25,066
8	Prosser	24,137	24,856	48,993
9	Pullman	584,659	602,082	1,186,741
10	Puyallup	151,732	156,254	307,986
11	Quincy	20,244	20,847	41,091
12	Rainier	111,521	114,844	226,365
13	Raymond	85,311	87,853	173,164
14	Reardan	38,184	39,322	77,506
15	Redmond	215,259	221,674	436,933
16	Renton	235,053	242,058	477,111
17	Republic	25,085	25,833	50,918
18	Richland	441,733	454,897	896,630
19	Ridgefield	55,637	57,295	112,932
20	Ritzville	8,498	8,751	17,249
21	Riverside	27,204	28,015	55,219
22	Rock Island	36,527	37,616	74,143
23	Rockford	18,965	19,530	38,495
24	Rosalia	36,719	37,813	74,532
25	Roslyn	64,571	66,495	131,066
26	Roy	1,709	1,760	3,469
27	Royal City	66,657	68,643	135,300
28	Ruston	50,309	51,808	102,117
29	Sammamish	2,361,433	2,431,804	4,793,237
30	Seatac	132,183	136,122	268,305
31	Seattle	3,189,346	3,284,389	6,473,735
32	Sedro-Woolley	54,896	56,532	111,428
33	Selah	80,704	83,109	163,813
34	Sequim	21,867	22,519	44,386
35	Shelton	58,160	59,893	118,053
36	Shoreline	1,485,138	1,529,395	3,014,533
37	Skykomish	1,417	1,459	2,876
38	Snohomish	40,722	41,936	82,658
39	Snoqualmie	9,587	9,873	19,460
40	Soap Lake	102,783	105,846	208,629
41	South Bend	75,826	78,086	153,912
42	South Cle Elum	46,847	48,243	95,090
43	South Prairie	18,788	19,348	38,136
44	Spangle	1,397	1,439	2,836
45	Spokane	1,116,419	1,149,688	2,266,107
46	Sprague	22,930	23,613	46,543
47	Springdale	11,080	11,410	22,490

1	St. John	4,245	4,372	8,617
2	Stanwood	21,141	21,771	42,912
3	Starbuck	8,949	9,216	18,165
4	Steilacoom	285,807	294,324	580,131
5	Stevenson	11,673	12,021	23,694
6	Sultan	63,199	65,082	128,281
7	Sumas	7,885	8,120	16,005
8	Sumner	41,931	43,181	85,112
9	Sunnyside	70,805	72,915	143,720
10	Tacoma	1,384,646	1,425,908	2,810,554
11	Tekoa	49,373	50,844	100,217
12	Tenino	68,820	70,871	139,691
13	Tieton	74,506	76,726	151,232
14	Toledo	8,084	8,325	16,409
15	Tonasket	5,500	5,664	11,164
16	Toppenish	443,488	456,704	900,192
17	Tukwila	75,320	77,565	152,885
18	Tumwater	61,848	63,691	125,539
19	Twisp	4,793	4,936	9,729
20	Union Gap	27,129	27,937	55,066
21	Uniontown	19,805	20,395	40,200
22	University Place	1,889,912	1,946,231	3,836,143
23	Vader	40,643	41,854	82,497
24	Vancouver	1,177,584	1,212,676	2,390,260
25	Waitsburg	81,097	83,514	164,611
26	Walla Walla	318,679	328,176	646,855
27	Wapato	230,783	237,660	468,443
28	Warden	105,612	108,759	214,371
29	Washougal	177,022	182,297	359,319
30	Washtucna	20,654	21,269	41,923
31	Waterville	72,880	75,052	147,932
32	Waverly	10,256	10,562	20,818
33	Wenatchee	147,602	152,001	299,603
34	West Richland	489,752	504,347	994,099
35	Westport	13,715	14,124	27,839
36	White Salmon	53,746	55,348	109,094
37	Wilbur	23,614	24,318	47,932
38	Wilkeson	18,762	19,321	38,083
39	Wilson Creek	18,403	18,951	37,354
40	Winlock	35,212	36,261	71,473
41	Winthrop	1,756	1,808	3,564
42	Woodinville	56,052	57,722	113,774
43	Woodland	17,960	18,495	36,455
44	Woodway	12,513	12,886	25,399
45	Yacolt	36,636	37,728	74,364
46	Yakima	487,766	502,301	990,067
47	Yarrow Point	32,121	33,078	65,199

1	Yelm	15,677	16,144	31,821
2	Zillah	100,818	103,822	204,640
3	TOTAL APPROPRIATIONS	45,545,942	46,903,217	92,449,159

4 (2) \$338,668 of the fiscal year 2002 appropriation and \$348,622 of
5 the fiscal year 2003 appropriation are provided solely to address the
6 contingencies listed in this subsection. The department shall
7 distribute the moneys no later than March 31, 2002, and March 31, 2003,
8 for the respective appropriations. Moneys shall be distributed for the
9 following purposes, ranked in order of priority:

10 (a) To correct for data errors in the determination of
11 distributions in subsection (1) of this section;

12 (b) To distribute to newly qualifying jurisdictions as if the
13 jurisdiction had been in existence prior to November 1999;

14 (c) To allocate under emergency situations as determined by the
15 director of the department of community, trade, and economic
16 development in consultation with the association of Washington cities;
17 and

18 (d) After April 1st of each year in the fiscal biennium ending June
19 30, 2003, any moneys remaining from the amounts provided in this
20 subsection shall be prorated and distributed to cities and towns on the
21 basis of the amounts distributed for emergency considerations in
22 November 2000 as provided in section 729, chapter 1, Laws of 2000, 2nd
23 sp. sess.

24 NEW SECTION. **Sec. 729. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**
25 **AND ECONOMIC DEVELOPMENT--COUNTY PUBLIC HEALTH ASSISTANCE**

26	Health Services Account (FY 2002)	\$	23,780,499
27	Health Services Account (FY 2003)	\$	24,490,303
28	TOTAL APPROPRIATION	\$	48,270,802

29 The appropriations in this section are subject to section 726 of
30 this act and to the following conditions and limitations: The director
31 of the department of community, trade, and economic development shall
32 distribute the appropriations to the following counties and health
33 districts in the amounts designated:

34			2001-03
35	Health District	FY 2002	Biennium
36	Adams County Health District	30,824	62,252
37	Asotin County Health District	65,375	136,193
38	Benton-Franklin Health District	1,147,987	2,344,377

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES

FOR DISTRIBUTION

5	General Fund Appropriation for fire insurance		
6	premium distributions	\$	6,528,600
7	General Fund Appropriation for public utility		
8	district excise tax distributions	\$	36,427,306
9	General Fund Appropriation for prosecuting		
10	attorney distributions	\$	3,090,000
11	General Fund Appropriation for boating safety/		
12	education and law enforcement		
13	distributions	\$	3,780,000
14	General Fund Appropriation for other tax		
15	distributions	\$	39,566
16	Death Investigations Account Appropriation for		
17	distribution to counties for publicly		
18	funded autopsies	\$	1,587,537
19	Aquatic Lands Enhancement Account Appropriation		
20	for harbor improvement revenue		
21	distribution	\$	147,500
22	Timber Tax Distribution Account Appropriation for		
23	distribution to "timber" counties	\$	68,562,000
24	County Criminal Justice Assistance		
25	Appropriation	\$	50,016,213
26	Municipal Criminal Justice Assistance		
27	Appropriation	\$	19,988,097
28	Liquor Excise Tax Account Appropriation for		
29	liquor excise tax distribution	\$	28,659,331
30	Liquor Revolving Account Appropriation for		
31	liquor profits distribution	\$	55,344,817
32	TOTAL APPROPRIATION	\$	274,170,967

33 The total expenditures from the state treasury under the
34 appropriations in this section shall not exceed the funds available
35 under statutory distributions for the stated purposes.

1 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY**
2 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

3 Impaired Driving Safety Account Appropriation . . \$ 1,843,260

4 The appropriation in this section is subject to the following
5 conditions and limitations: The amount appropriated in this section
6 shall be distributed quarterly during the 2001-03 biennium in
7 accordance with RCW 82.14.310. This funding is provided to counties
8 for the costs of implementing criminal justice legislation including,
9 but not limited to: Chapter 206, Laws of 1998 (drunk driving
10 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
11 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
12 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
13 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
14 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
15 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
16 215, Laws of 1998 (DUI provisions).

17 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER--FOR THE MUNICIPAL**
18 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

19 Impaired Driving Safety Account Appropriation . . \$ 1,228,840

20 The appropriation in this section is subject to the following
21 conditions and limitations: The amount appropriated in this section
22 shall be distributed quarterly during the 2001-03 biennium to all
23 cities ratably based on population as last determined by the office of
24 financial management. The distributions to any city that substantially
25 decriminalizes or repeals its criminal code after July 1, 1990, and
26 that does not reimburse the county for costs associated with criminal
27 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in
28 which the city is located. This funding is provided to cities for the
29 costs of implementing criminal justice legislation including, but not
30 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);
31 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998
32 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license
33 suspension); chapter 210, Laws of 1998 (ignition interlock violations);
34 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998
35 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels
36 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,
37 Laws of 1998 (DUI provisions).

1 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES**

2 **FOR DISTRIBUTION**

3	General Fund Appropriation for federal grazing		
4	fees distribution	\$	2,050,334
5	General Fund Appropriation for federal flood		
6	control funds distribution	\$	26,524
7	Forest Reserve Fund Appropriation for federal		
8	forest reserve fund distribution	\$	47,689,181
9	TOTAL APPROPRIATION	\$	49,766,039

10 The total expenditures from the state treasury under the
11 appropriations in this section shall not exceed the funds available
12 under statutory distributions for the stated purposes.

13 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER--TRANSFERS**

14	Public Facilities Construction Loan and		
15	Grant Revolving Account: For transfer		
16	to the state general fund on or before		
17	December 31, 2001	\$	1,418,456
18	Securities Regulation Account: To be		
19	transferred from the securities regulation		
20	fund to the state general fund during		
21	the period between July 1, 2001, and		
22	December 31, 2001	\$	2,000,000
23	Public Works Assistance Account: For transfer		
24	to the parks renewal/stewardship account		
25	during the period on or before		
26	December 31, 2001, for the purpose		
27	of providing funds for the coastal		
28	facility relocation project	\$	5,700,000
29	Local Toxics Control Account: For transfer		
30	to the state toxics control account.		
31	Transferred funds will be utilized		
32	for methamphetamine lab cleanup, to		
33	address areawide soil contamination		
34	problems, and clean up contaminated		
35	sites as part of the clean sites		
36	initiative	\$	11,000,000
37	Local Toxics Control Account: For transfer		
38	to the oil spill prevention account.		

1	Transferred funds will be utilized to	
2	partially fund a rescue tug	\$ 3,180,000
3	General Fund: For transfer to the flood	
4	control assistance account	\$ 4,000,000
5	Water Quality Account: For transfer to the	
6	water pollution control account. Transfers	
7	shall be made at intervals coinciding with	
8	deposits of federal capitalization grant	
9	money into the account. The amounts	
10	transferred shall not exceed the match	
11	required for each federal deposit	\$ 12,564,487
12	State Treasurer's Service Account: For	
13	transfer to the general fund on or	
14	before June 30, 2003, an amount in excess	
15	of the cash requirements of the state	
16	treasurer's service account	\$ 8,000,000
17	Public Works Assistance Account: For	
18	transfer to the drinking water	
19	assistance account	\$ 7,700,000
20	Public Works Assistance Account: For	
21	transfer to the public facility construction	
22	loan revolving account on July 1, 2001.	
23	Transferred funds will be utilized for loans	
24	to local jurisdictions for rural infrastructure	
25	improvements	\$ 5,000,000
26	Tobacco Settlement Account: For transfer	
27	to the health services account, in an	
28	amount not to exceed the actual balance	
29	of the tobacco settlement account	\$ 310,000,000
30	General Fund: For transfer to the water quality	
31	account	\$ 69,796,000
32	State Surplus Assets Reserve Account: For	
33	transfer to the state general fund	
34	by June 30, 2002. Pursuant to RCW	
35	43.135.035(5), the state expenditure	
36	limit shall be increased in fiscal	
37	year 2002 to reflect this transfer	\$ 250,000,000

1 (3) Each project will be planned and designed to take optimal
2 advantage of Internet technologies and protocols. Agencies shall
3 ensure that the project is in compliance with the architecture,
4 infrastructure, principles, policies, and standards of digital
5 government as maintained by the information services board.

6 (4) 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 statewide 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 (5) 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 (6) 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 (7) 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 (8) 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 NEW SECTION. **Sec. 903. VIDEO TELECOMMUNICATIONS.** The department
21 of information services shall act as lead agency in coordinating video
22 telecommunications services for state agencies. As lead agency, the
23 department shall develop standards and common specifications for leased
24 and purchased telecommunications equipment and assist state agencies in
25 developing a video telecommunications expenditure plan. No agency may
26 spend any portion of any appropriation in this act for new video
27 telecommunication equipment, new video telecommunication transmission,
28 or new video telecommunication programming, or for expanding current
29 video telecommunication systems without first complying with chapter
30 43.105 RCW, including but not limited to, RCW 43.105.041(2), and
31 without first submitting a video telecommunications expenditure plan,
32 in accordance with the policies of the department of information
33 services, for review and assessment by the department of information
34 services under RCW 43.105.052. Prior to any such expenditure by a
35 public school, a video telecommunications expenditure plan shall be
36 approved by the superintendent of public instruction. The office of
37 the superintendent of public instruction shall submit the plans to the
38 department of information services in a form prescribed by the

1 department. The office of the superintendent of public instruction
2 shall coordinate the use of video telecommunications in public schools
3 by providing educational information to local school districts and
4 shall assist local school districts and educational service districts
5 in telecommunications planning and curriculum development. Prior to
6 any such expenditure by a public institution of postsecondary
7 education, a telecommunications expenditure plan shall be approved by
8 the higher education coordinating board. The higher education
9 coordinating board shall coordinate the use of video telecommunications
10 for instruction and instructional support in postsecondary education,
11 including the review and approval of instructional telecommunications
12 course offerings.

13 NEW SECTION. **Sec. 904. PROGRAM COST SHIFTS.** Any program costs or
14 moneys in this act that are shifted to the general fund from another
15 fund or account require an adjustment to the expenditure limit under
16 RCW 43.135.035(5).

17 NEW SECTION. **Sec. 905. EMERGENCY FUND ALLOCATIONS.** Whenever
18 allocations are made from the governor's emergency fund appropriation
19 to an agency that is financed in whole or in part by other than general
20 fund moneys, the director of financial management may direct the
21 repayment of such allocated amount to the general fund from any balance
22 in the fund or funds which finance the agency. No appropriation shall
23 be necessary to effect such repayment.

24 NEW SECTION. **Sec. 906. STATUTORY APPROPRIATIONS.** In addition to
25 the amounts appropriated in this act for revenues for distribution,
26 state contributions to the law enforcement officers' and fire fighters'
27 retirement system plan 2, and bond retirement and interest including
28 ongoing bond registration and transfer charges, transfers, interest on
29 registered warrants, and certificates of indebtedness, there is also
30 appropriated such further amounts as may be required or available for
31 these purposes under any statutory formula or under chapters 39.94 and
32 39.96 RCW or any proper bond covenant made under law.

33 NEW SECTION. **Sec. 907. BOND EXPENSES.** In addition to such other
34 appropriations as are made by this act, there is hereby appropriated to
35 the state finance committee from legally available bond proceeds in the

1 applicable construction or building funds and accounts such amounts as
2 are necessary to pay the expenses incurred in the issuance and sale of
3 the subject bonds.

4 NEW SECTION. **Sec. 908. VOLUNTARY SEPARATION INCENTIVES.** As a
5 management tool to reduce costs and make more effective use of
6 resources, while improving employee productivity and morale, agencies
7 may offer voluntary separation and/or downshifting incentives and
8 options according to procedures and guidelines established by the
9 department of personnel and the department of retirement systems in
10 consultation with the office of financial management. The options may
11 include, but are not limited to, financial incentives for: Voluntary
12 resignation and retirement, voluntary leave-without-pay, voluntary
13 workweek or work hour reduction, voluntary downward movement, or
14 temporary separation for development purposes. No employee shall have
15 a contractual right to a financial incentive offered pursuant to this
16 section.

17 Agencies shall report on the outcomes of their plans, and offers
18 shall be reviewed and monitored jointly by the department of personnel,
19 the department of retirement systems, and the office of human resources
20 for reporting to the office of financial management by December 1,
21 2002.

22 NEW SECTION. **Sec. 909. VOLUNTARY RETIREMENT INCENTIVES.** It is
23 the intent of the legislature that agencies may implement a voluntary
24 retirement incentive program that is cost neutral or results in cost
25 savings provided that such a program is approved by the directors of
26 retirement systems, the office of human resources, and the office of
27 financial management. Agencies participating in this authorization are
28 required to submit a report by June 30, 2003, to the legislature and
29 the office of financial management on the outcome of their approved
30 retirement incentive program. The report should include information on
31 the details of the program including resulting service delivery
32 changes, agency efficiencies, the cost of the retirement incentive per
33 participant, the total cost to the state, and the projected or actual
34 net dollar savings over the 2001-03 biennium.

35 **Sec. 910.** RCW 43.320.130 and 1993 c 472 s 27 are each amended to
36 read as follows:

1 (1) There is created in the state treasury a fund known as the
2 "securities regulation fund" that shall consist of thirteen percent of
3 all moneys received by the division of securities of the department of
4 financial institutions. Except under subsection (2) of this section,
5 expenditures from the account may be used only for the purchase of
6 supplies and necessary equipment and the payment of salaries, wages,
7 utilities, and other incidental costs required for the regulation of
8 securities, franchises, business opportunities, commodities, and other
9 similar areas regulated by the division. Moneys in the account may be
10 spent only after appropriation.

11 (2) Up to two million dollars may be transferred to the state
12 general fund during the period between July 1, 2001, and December 31,
13 2001.

14 **Sec. 911.** RCW 76.12.110 and 2000 2nd sp.s. c 1 s 915 are each
15 amended to read as follows:

16 There is created a forest development account in the state
17 treasury. The state treasurer shall keep an account of all sums
18 deposited therein and expended or withdrawn therefrom. Any sums placed
19 in the account shall be pledged for the purpose of paying interest and
20 principal on the bonds issued by the department, and for the purchase
21 of land for growing timber. Any bonds issued shall constitute a first
22 and prior claim and lien against the account for the payment of
23 principal and interest. No sums for the above purposes shall be
24 withdrawn or paid out of the account except upon approval of the
25 department.

26 Appropriations may be made by the legislature from the forest
27 development account to the department for the purpose of carrying on
28 the activities of the department on state forest lands, lands managed
29 on a sustained yield basis as provided for in RCW 79.68.040, and for
30 reimbursement of expenditures that have been made or may be made from
31 the resource management cost account in the management of state forest
32 lands. For the ((1999-2001)) 2001-2003 fiscal biennium, moneys from
33 the account shall be distributed as directed in the omnibus
34 appropriations act to the beneficiaries of the revenues derived from
35 state forest lands. Funds that accrue to the state from such a
36 distribution shall be deposited into the salmon recovery account.
37 These funds shall be used for a grant program for cities and counties

1 for the preservation and restoration of riparian, marine, and estuarine
2 areas.

3 **Sec. 912.** RCW 49.70.170 and 1999 c 309 s 917 are each amended to
4 read as follows:

5 (1) The worker and community right to know fund is hereby
6 established in the custody of the state treasurer. The department
7 shall deposit all moneys received under this chapter in the fund.
8 Moneys in the fund may be spent only for the purposes of this chapter
9 following legislative appropriation. Disbursements from the fund shall
10 be on authorization of the director or the director's designee. During
11 the (~~(1999-2001)~~) 2001-2003 fiscal biennium, moneys in the fund may
12 also be used by the military department for the purpose of assisting
13 the state emergency response commission and coordinating local
14 emergency planning activities. The fund is subject to the allotment
15 procedure provided under chapter 43.88 RCW.

16 (2) The department shall assess each employer who reported ten
17 thousand four hundred or more worker hours in the prior calendar year
18 an annual fee to provide for the implementation of this chapter. The
19 department shall promulgate rules establishing a fee schedule for all
20 employers who reported ten thousand four hundred or more worker hours
21 in the prior calendar year and are engaged in business operations
22 having a standard industrial classification, as designated in the
23 standard industrial classification manual prepared by the federal
24 office of management and budget, within major group numbers 01 through
25 08 (agriculture and forestry industries), numbers 10 through 14 (mining
26 industries), numbers 15 through 17 (construction industries), numbers
27 20 through 39 (manufacturing industries), numbers 41, 42, and 44
28 through 49 (transportation, communications, electric, gas, and sanitary
29 services), number 75 (automotive repair, services, and garages), number
30 76 (miscellaneous repair services), number 80 (health services), and
31 number 82 (educational services). The department shall establish the
32 annual fee for each employer who reported ten thousand four hundred or
33 more worker hours in the prior calendar year in industries identified
34 by this section, provided that fees assessed shall not be more than two
35 dollars and fifty cents per full time equivalent employee. The annual
36 fee shall not exceed fifty thousand dollars. The fees shall be
37 collected solely from employers whose industries have been identified
38 by rule under this chapter. The department shall promulgate rules

1 allowing employers who do not have hazardous substances at their
2 workplace to request an exemption from the assessment and shall
3 establish penalties for fraudulent exemption requests. All fees
4 collected by the department pursuant to this section shall be collected
5 in a cost-efficient manner and shall be deposited in the fund.

6 (3) Records required by this chapter shall at all times be open to
7 the inspection of the director, or his designee including, the
8 traveling auditors, agents or assistants of the department provided for
9 in RCW 51.16.070 and 51.48.040. The information obtained from employer
10 records under the provisions of this section shall be subject to the
11 same confidentiality requirements as set forth in RCW 51.16.070.

12 (4) An employer may appeal the assessment of the fee or penalties
13 pursuant to the procedures set forth in Title 51 RCW and accompanying
14 rules except that the employer shall not have the right of appeal to
15 superior court as provided in Title 51 RCW. The employer from whom the
16 fee or penalty is demanded or enforced, may however, within thirty days
17 of the board of industrial insurance appeal's final order, pay the fee
18 or penalty under written protest setting forth all the grounds upon
19 which such fee or penalty is claimed to be unlawful, excessive or
20 otherwise improper and thereafter bring an action in superior court
21 against the department to recover such fee or penalty or any portion of
22 the fee or penalty which was paid under protest.

23 (5) Repayment shall be made to the general fund of any moneys
24 appropriated by law in order to implement this chapter.

25 **Sec. 913.** RCW 43.08.250 and 2000 2nd sp.s. c 1 s 911 are each
26 amended to read as follows:

27 The money received by the state treasurer from fees, fines,
28 forfeitures, penalties, reimbursements or assessments by any court
29 organized under Title 3 or 35 RCW, or chapter 2.08 RCW, shall be
30 deposited in the public safety and education account which is hereby
31 created in the state treasury. The legislature shall appropriate the
32 funds in the account to promote traffic safety education, highway
33 safety, criminal justice training, crime victims' compensation,
34 judicial education, the judicial information system, civil
35 representation of indigent persons, winter recreation parking, and
36 state game programs. During the fiscal biennium ending June 30,
37 (~~2001~~) 2003, the legislature may appropriate moneys from the public
38 safety and education account for purposes of appellate indigent defense

1 and other operations of the office of public defense, the criminal
2 litigation unit of the attorney general's office, the treatment
3 alternatives to street crimes program, crime victims advocacy programs,
4 justice information network telecommunication planning, sexual assault
5 treatment, operations of the office of administrator for the courts,
6 security in the common schools, alternative school start-up grants,
7 programs for disruptive students, criminal justice data collection,
8 Washington state patrol criminal justice activities, drug court
9 operations, ~~((department of ecology))~~ methamphetamine-related
10 enforcement, drug, and alcohol treatment activities, financial
11 assistance to local jurisdictions for extraordinary costs incurred in
12 the adjudication of criminal cases, domestic violence treatment and
13 related services, the department of corrections' costs in implementing
14 chapter 196, Laws of 1999, reimbursement of local governments for costs
15 associated with implementing criminal and civil justice legislation,
16 and the replacement of the department of corrections' offender-based
17 tracking system.

18 **Sec. 914.** RCW 82.14.310 and 1999 c 309 s 920 are each amended to
19 read as follows:

20 (1) The county criminal justice assistance account is created in
21 the state treasury. Beginning in fiscal year 2000, the state treasurer
22 shall transfer into the county criminal justice assistance account from
23 the general fund the sum of twenty-three million two hundred thousand
24 dollars divided into four equal deposits occurring on July 1, October
25 1, January 1, and April 1. For each fiscal year thereafter, the state
26 treasurer shall increase the total transfer by the fiscal growth
27 factor, as defined in RCW 43.135.025, forecast for that fiscal year by
28 the office of financial management in November of the preceding year.

29 (2) The moneys deposited in the county criminal justice assistance
30 account for distribution under this section, less any moneys
31 appropriated for purposes under subsection (4) of this section, shall
32 be distributed at such times as distributions are made under RCW
33 82.44.150 and on the relative basis of each county's funding factor as
34 determined under this subsection.

35 (a) A county's funding factor is the sum of:

36 (i) The population of the county, divided by one thousand, and
37 multiplied by two-tenths;

38 (ii) The crime rate of the county, multiplied by three-tenths; and

1 (iii) The annual number of criminal cases filed in the county
2 superior court, for each one thousand in population, multiplied by
3 five-tenths.

4 (b) Under this section and RCW 82.14.320 and 82.14.330:

5 (i) The population of the county or city shall be as last
6 determined by the office of financial management;

7 (ii) The crime rate of the county or city is the annual occurrence
8 of specified criminal offenses, as calculated in the most recent annual
9 report on crime in Washington state as published by the Washington
10 association of sheriffs and police chiefs, for each one thousand in
11 population;

12 (iii) The annual number of criminal cases filed in the county
13 superior court shall be determined by the most recent annual report of
14 the courts of Washington, as published by the office of the
15 administrator for the courts;

16 (iv) Distributions and eligibility for distributions in the 1989-91
17 biennium shall be based on 1988 figures for both the crime rate as
18 described under (ii) of this subsection and the annual number of
19 criminal cases that are filed as described under (iii) of this
20 subsection. Future distributions shall be based on the most recent
21 figures for both the crime rate as described under (ii) of this
22 subsection and the annual number of criminal cases that are filed as
23 described under (iii) of this subsection.

24 (3) Moneys distributed under this section shall be expended
25 exclusively for criminal justice purposes and shall not be used to
26 replace or supplant existing funding. Criminal justice purposes are
27 defined as activities that substantially assist the criminal justice
28 system, which may include circumstances where ancillary benefit to the
29 civil or juvenile justice system occurs, and which includes (a)
30 domestic violence services such as those provided by domestic violence
31 programs, community advocates, and legal advocates, as defined in RCW
32 70.123.020, and (b) during the (~~1999-2001~~) 2001-2003 fiscal biennium,
33 juvenile dispositional hearings relating to petitions for at-risk
34 youth, truancy, and children in need of services. Existing funding for
35 purposes of this subsection is defined as calendar year 1989 actual
36 operating expenditures for criminal justice purposes. Calendar year
37 1989 actual operating expenditures for criminal justice purposes
38 exclude the following: Expenditures for extraordinary events not
39 likely to reoccur, changes in contract provisions for criminal justice

1 services, beyond the control of the local jurisdiction receiving the
2 services, and major nonrecurring capital expenditures.

3 (4) Not more than five percent of the funds deposited to the county
4 criminal justice assistance account shall be available for
5 appropriations for enhancements to the state patrol crime laboratory
6 system and the continuing costs related to these enhancements. Funds
7 appropriated from this account for such enhancements shall not supplant
8 existing funds from the state general fund.

9 **Sec. 915.** RCW 43.72.902 and 2000 2nd sp.s. c 1 s 913 are each
10 amended to read as follows:

11 The public health services account is created in the state
12 treasury. Moneys in the account may be spent only after appropriation.
13 Moneys in the account may be expended only for maintaining and
14 improving the health of Washington residents through the public health
15 system. For purposes of this section, the public health system shall
16 consist of the state board of health, the state department of health,
17 and local health departments and districts. During the ~~((1999-2001))~~
18 2001-2003 biennium, moneys in the fund may also be used for costs
19 associated with hepatitis C testing and treatment in correctional
20 facilities.

21 **Sec. 916.** RCW 46.10.040 and 1997 c 241 s 2 are each amended to
22 read as follows:

23 Application for registration shall be made to the department in the
24 manner and upon forms the department prescribes, and shall state the
25 name and address of each owner of the snowmobile to be registered, and
26 shall be signed by at least one such owner, and shall be accompanied by
27 an annual registration fee to be established by the commission, after
28 consultation with the committee and any state-wide snowmobile user
29 groups. ~~((The fee shall be fifteen dollars pending action by the
30 commission to increase the fee.))~~ The commission shall increase the
31 current fee of twenty dollars by ~~((two))~~ five dollars ~~((and fifty
32 cents))~~ effective September 30, ~~((1996))~~ 2001, and the commission shall
33 increase the fee by another ~~((two))~~ five dollars ~~((and fifty cents))~~
34 effective September 30, ~~((1997))~~ 2002. After the fee increase
35 effective September 30, ~~((1997))~~ 2002, the commission shall not
36 increase the fee. Upon receipt of the application and the application
37 fee, the snowmobile shall be registered and a registration number

1 assigned, which shall be affixed to the snowmobile in a manner provided
2 in RCW 46.10.070.

3 The registration provided in this section shall be valid for a
4 period of one year. At the end of the period of registration, every
5 owner of a snowmobile in this state shall renew his or her registration
6 in the manner the department prescribes, for an additional period of
7 one year, upon payment of the annual registration fee as determined by
8 the commission.

9 Any person acquiring a snowmobile already validly registered under
10 the provisions of this chapter must, within ten days of the acquisition
11 or purchase of the snowmobile, make application to the department for
12 transfer of the registration, and the application shall be accompanied
13 by a transfer fee of one dollar and twenty-five cents.

14 A snowmobile owned by a resident of another state or Canadian
15 province where registration is not required by law may be issued a
16 nonresident registration permit valid for not more than sixty days.
17 Application for the permit shall state the name and address of each
18 owner of the snowmobile to be registered and shall be signed by at
19 least one owner and shall be accompanied by a registration fee of five
20 dollars. The registration permit shall be carried on the vehicle at
21 all times during its operation in this state.

22 The registration fees provided in this section shall be in lieu of
23 any personal property or excise tax heretofore imposed on snowmobiles
24 by this state or any political subdivision thereof, and no city,
25 county, or other municipality, and no state agency shall hereafter
26 impose any other registration or license fee on any snowmobile in this
27 state.

28 The department shall make available a pair of uniform decals
29 consistent with the provisions of RCW 46.10.070. In addition to the
30 registration fee provided in this section the department shall charge
31 each applicant for registration the actual cost of the decal. The
32 department shall make available replacement decals for a fee equivalent
33 to the actual cost of the decals.

34 **Sec. 917.** RCW 72.11.040 and 2000 2nd sp.s. c 1 s 914 are each
35 amended to read as follows:

36 The cost of supervision fund is created in the custody of the state
37 treasurer. All receipts from assessments made under RCW 9.94A.270 and
38 72.04A.120 shall be deposited into the fund. Expenditures from the

1 fund may be used only to support the collection of legal financial
2 obligations. During the (~~1999-2001~~) 2001-2003 biennium, funds from
3 the account may also be used for costs associated with the department's
4 supervision of the offenders in the community(~~(, and the replacement of~~
5 ~~the department of corrections' offender-based tracking system)~~). Only
6 the secretary of the department of corrections or the secretary's
7 designee may authorize expenditures from the fund. The fund is subject
8 to allotment procedures under chapter 43.88 RCW, but no appropriation
9 is required for expenditures.

10 **Sec. 918.** RCW 69.50.520 and 2000 2nd sp.s. c 1 s 917 are each
11 amended to read as follows:

12 The violence reduction and drug enforcement account is created in
13 the state treasury. All designated receipts from RCW 9.41.110(8),
14 66.24.210(4), 66.24.290(2), 69.50.505(h)(1), 82.08.150(5),
15 82.24.020(2), 82.64.020, and section 420, chapter 271, Laws of 1989
16 shall be deposited into the account. Expenditures from the account may
17 be used only for funding services and programs under chapter 271, Laws
18 of 1989 and chapter 7, Laws of 1994 sp. sess., including state
19 incarceration costs. Funds from the account may also be appropriated
20 to reimburse local governments for costs associated with implementing
21 criminal justice legislation including chapter 338, Laws of 1997.
22 During the (~~1999-2001~~) 2001-2003 biennium, funds from the account may
23 also be used for costs associated with providing grants to local
24 governments in accordance with chapter 338, Laws of 1997, (~~(the design,~~
25 ~~sitework, and construction of the special commitment center,)~~) the
26 replacement of the department of corrections' offender-based tracking
27 system, maintenance and operating costs of the Washington association
28 of sheriffs and police chiefs jail reporting system, and for
29 multijurisdictional narcotics task forces. After July 1, (~~2001~~)
30 2003, at least seven and one-half percent of expenditures from the
31 account shall be used for providing grants to community networks under
32 chapter 70.190 RCW by the family policy council.

33 **Sec. 919.** RCW 72.36.035 and 1993 sp.s. c 3 s 6 are each amended to
34 read as follows:

35 For purposes of this chapter, unless the context clearly indicates
36 otherwise:

1 (1) "Actual bona fide residents of this state" means persons who
2 have a domicile in the state of Washington immediately prior to
3 application for admission to a state veterans' home.

4 (2) "Department" means the Washington state department of veterans
5 affairs.

6 (3) "Domicile" means a person's true, fixed, and permanent home and
7 place of habitation, and shall be the place where the person intends to
8 remain, and to which the person expects to return when the person
9 leaves without intending to establish a new domicile elsewhere.

10 (4) "State veterans' home" means either the Washington soldiers'
11 home and colony in Orting, or the Washington veterans' home in Retsil,
12 or both. During the 2001-2003 fiscal biennium, the department may
13 lease and operate an additional facility in eastern Washington, which
14 shall be deemed a state veterans' home for the purposes of this
15 chapter.

16 (5) "Veteran" has the same meaning established in RCW 41.04.005.

17 NEW SECTION. **Sec. 920.** If any provision of this act or its
18 application to any person or circumstance is held invalid, the
19 remainder of the act or the application of the provision to other
20 persons or circumstances is not affected.

21 NEW SECTION. **Sec. 921.** This act is necessary for the immediate
22 preservation of the public peace, health, or safety, or support of the
23 state government and its existing public institutions, and takes effect
24 immediately.

25 (End of part)

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