

ESHB 2687 - S COMM AMD
By Committee on Ways & Means

ADOPTED AND ENGROSSED 02/28/2008

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

3 "PART I
4 GENERAL GOVERNMENT

5 **Sec. 101.** 2007 c 522 s 101 (uncodified) is amended to read as
6 follows:

7 **FOR THE HOUSE OF REPRESENTATIVES**

8	General Fund--State Appropriation (FY 2008)	((\$34,522,000))
9		<u>\$34,807,000</u>
10	General Fund--State Appropriation (FY 2009)	((\$35,598,000))
11		<u>\$36,619,000</u>
12	Pension Funding Stabilization Account	
13	Appropriation	\$560,000
14	TOTAL APPROPRIATION	((\$70,680,000))
15		<u>\$71,986,000</u>

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

18 (1) \$56,000 of the general fund--state appropriation for fiscal
19 year 2008 is provided solely to implement Senate Bill No. 5926
20 (construction industry). If the bill is not enacted by June 30, 2007,
21 the amount provided in this subsection shall lapse.

22 (2) \$194,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$194,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the legislature to contract
25 for an independent economic and actuarial analysis of health care
26 reform proposals that represent a range of approaches to addressing
27 affordability and quality of, and access to, health care services in
28 Washington state. The economic and actuarial analysis shall address
29 the impact of each proposal on:

1 Washington state. The economic and actuarial analysis shall address
 2 the impact of each proposal on:
 3 (a) The number of uninsured;
 4 (b) The scope of health benefit coverage;
 5 (c) The cost and affordability of health care to individuals,
 6 businesses, and government, including redistribution of amounts
 7 currently spent, reductions in hospital charity care, and any savings;
 8 (d) Employment;
 9 (e) Consumer choice;
 10 (f) Administrative costs; and
 11 (g) The extent to which each proposal promotes improved health
 12 outcomes; prevention and early intervention; chronic care management;
 13 use of effective and appropriate services; and use of medical homes.
 14 The results of the economic and actuarial analysis shall be submitted
 15 to the governor and the legislature by December 1, 2008.

16 **Sec. 103.** 2007 c 522 s 103 (uncodified) is amended to read as
 17 follows:

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

19	General Fund--State Appropriation (FY 2008)	((\$3,377,000))
20		<u>\$3,384,000</u>
21	General Fund--State Appropriation (FY 2009)	((\$3,155,000))
22		<u>\$3,462,000</u>
23	Pension Funding Stabilization Account	
24	Appropriation	\$36,000
25	TOTAL APPROPRIATION	((\$6,568,000))
26		<u>\$6,882,000</u>

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

29 (1) Notwithstanding the provisions in this section, the committee
 30 may adjust the due dates for projects included on the committee's
 31 2007-09 work plan as necessary to efficiently manage workload.

32 (2) \$100,000 of the general fund--state appropriation for fiscal
 33 year 2008 is provided solely for the joint legislative audit and review
 34 committee to conduct a review of the method used to determine lease
 35 rates for state-owned aquatic lands. The review shall include
 36 classification of current lease base and lease rates by category of use
 37 such as marinas; a review of previous studies of formulas for

1 state-owned aquatic land leases; and identification of pros and cons of
2 alternative approaches to calculating aquatic lands lease rates. The
3 committee shall complete the review by June 2008.

4 (3) \$100,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$50,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the joint legislative audit
7 and review committee to conduct an evaluation and comparison of the
8 cost efficiency of rental housing voucher programs versus other housing
9 projects intended to assist low-income households, including
10 construction and rehabilitation of housing units. The study will
11 consider factors including administrative costs, capital costs, and
12 other operating costs involved in operating voucher and other housing
13 programs. The study will compare the number of households that can be
14 served by voucher and other housing programs, given a set amount of
15 available funds. The department of community, trade, and economic
16 development, the housing finance commission, housing authorities,
17 community action agencies, and local governments shall provide the
18 joint legislative audit and review committee with information necessary
19 for the study. The joint legislative audit and review committee shall
20 solicit input regarding the study from interested parties, including
21 representatives from the affordable housing advisory board, the
22 department of community, trade, and economic development, the housing
23 finance commission, representatives from the private rental housing
24 industry, housing authorities, community action agencies, county and
25 city governments, and nonprofit and for-profit housing developers. The
26 joint legislative audit and review committee shall present the results
27 of the study to the legislature by December 31, 2008.

28 (4) \$100,000 of the general fund--state appropriation for fiscal
29 year 2008 is provided solely for a cost analysis of the programs and
30 activities administered by the department of fish and wildlife. In
31 conducting the study, the committee shall specifically identify the
32 total costs that support both hunting and fishing programs as well as
33 nongame programs, including appropriate shares of the agency's
34 administrative and indirect costs. The committee shall compare the
35 cost analysis to revenues that currently support the programs,
36 including the level of support received from game licenses and fees.
37 The committee shall base its analysis on available management

1 information and shall provide the results of its analysis to the
2 legislature by January 2008.

3 (5) \$164,000 of the general fund--state appropriation for fiscal
4 year 2008 is provided solely for the joint legislative audit and review
5 committee to analyze gaps throughout the state in the availability and
6 accessibility of services identified in the federal adoption and safe
7 families act as directed by Substitute House Bill No. 1333 (child
8 welfare). If the bill is not enacted by June 30, 2007, the amount
9 provided in this subsection shall lapse.

10 (6) Within the amounts appropriated in this section, the joint
11 legislative audit and review committee shall conduct an analysis of the
12 qualifications required to become a social worker I, II, III, or IV
13 within the department of social and health services children's
14 administration. The committee shall conduct an analysis of the
15 qualifications used by other states for equivalent categories of social
16 workers. The committee shall analyze the strengths and weaknesses of
17 Washington's qualifications relative to the other states. The findings
18 shall be reported to the legislature by December 1, 2007.

19 (7) Within amounts provided in this section, the committee shall
20 conduct a review of the eligibility requirements and eligibility review
21 processes that apply to any state program that offers individual health
22 care coverage for qualified recipients.

23 (8) \$75,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for implementation of Engrossed Substitute
25 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
26 enacted by June 30, 2007, the amount provided in this subsection shall
27 lapse.

28 (9) \$75,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$25,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to implement Second Substitute
31 House Bill No. 1488 (oil spill program). If the bill is not enacted by
32 June 30, 2007, the amounts provided in this subsection shall lapse.

33 (10) Within the amounts provided in this section, the committee
34 shall review the constitutional, case law, and statutory objectives and
35 obligations of the department of natural resources' management of
36 state-owned aquatic lands. The review will include an assessment of
37 the degree to which the management practices of the department and

1 other agencies are meeting these objectives and complying with legal
2 obligations.

3 (11) Within the amounts appropriated in this section, the joint
4 legislative audit and review committee shall conduct a preaudit for a
5 comprehensive review of boards and commissions. The preaudit study
6 will inventory the existing boards and commissions, identify criteria
7 for selecting entities for further review, propose the scope and
8 objectives of those reviews, and identify resource and schedule options
9 for the committee to consider before proceeding.

10 (12) \$100,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for beginning a cost-benefit analysis of
12 a state-supported recreational facility. The objective of this
13 analysis will be to compare the total capital and operating costs for
14 the facility to the total benefits that have accrued over time and
15 identify which parties have borne the costs and which parties have
16 received the benefits.

17 **Sec. 104.** 2007 c 522 s 105 (uncodified) is amended to read as
18 follows:

19 **FOR THE OFFICE OF THE STATE ACTUARY**

20	<u>General Fund--State Appropriation (FY 2009)</u>	<u>\$25,000</u>
21	Department of Retirement Systems Expense Account--	
22	State Appropriation	\$3,517,000
23	<u>TOTAL APPROPRIATION</u>	<u>\$3,542,000</u>

24 The appropriations in this section are subject to the following
25 conditions and limitations: \$25,000 of the general fund--state
26 appropriation for 2009 is provided solely for the purchase of actuarial
27 services to assist in the evaluation of the fiscal impact of health
28 benefit proposals.

29 **Sec. 105.** 2007 c 522 s 106 (uncodified) is amended to read as
30 follows:

31 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

32	General Fund--State Appropriation (FY 2008)	(\$9,023,000)
33		<u>\$9,057,000</u>
34	General Fund--State Appropriation (FY 2009)	(\$9,198,000)
35		<u>\$9,251,000</u>
36	Pension Funding Stabilization Account	

1 Appropriation \$92,000
2 TOTAL APPROPRIATION (~~(\$18,313,000)~~)
3 \$18,400,000

4 **Sec. 106.** 2007 c 522 s 107 (uncodified) is amended to read as
5 follows:

6 **FOR THE STATUTE LAW COMMITTEE**

7 General Fund--State Appropriation (FY 2008) (~~(\$4,810,000)~~)
8 \$4,811,000

9 General Fund--State Appropriation (FY 2009) (~~(\$5,301,000)~~)
10 \$5,302,000

11 Pension Funding Stabilization Account

12 Appropriation \$75,000

13 TOTAL APPROPRIATION (~~(\$10,186,000)~~)
14 \$10,188,000

15 **Sec. 107.** 2007 c 522 s 109 (uncodified) is amended to read as
16 follows:

17 **FOR THE SUPREME COURT**

18 General Fund--State Appropriation (FY 2008) (~~(\$7,255,000)~~)
19 \$7,392,000

20 General Fund--State Appropriation (FY 2009) (~~(\$7,510,000)~~)
21 \$7,730,000

22 TOTAL APPROPRIATION (~~(\$14,765,000)~~)
23 \$15,122,000

24 The appropriations in this section are subject to the following
25 conditions and limitations: \$150,000 of the general fund--state
26 appropriation for fiscal year 2008 and \$55,000 of the general fund--
27 state appropriation for fiscal year 2009 are provided solely to
28 implement the task force on domestic violence as requested by section
29 306 of Second Substitute Senate Bill No. 5470 (dissolution
30 proceedings). If the bill is not enacted by June 30, 2007, the amounts
31 provided in this subsection shall lapse.

32 **Sec. 108.** 2007 c 522 s 110 (uncodified) is amended to read as
33 follows:

34 **FOR THE LAW LIBRARY**

35 General Fund--State Appropriation (FY 2008) (~~(\$2,231,000)~~)

1	Education Account--State Appropriation (FY 2009) . . .	\$3,175,000
2	Judicial Information Systems Account--State	
3	Appropriation	((\$39,437,000))
4		<u>\$41,046,000</u>
5	TOTAL APPROPRIATION	((\$153,240,000))
6		<u>\$158,009,000</u>

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

9 (1) \$3,900,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$3,900,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for court-appointed special
12 advocates in dependency matters. The administrator for the courts,
13 after consulting with the association of juvenile court administrators
14 and the association of court-appointed special advocate/guardian ad
15 litem programs, shall distribute the funds to volunteer court-appointed
16 special advocate/guardian ad litem programs. The distribution of
17 funding shall be based on the number of children who need volunteer
18 court-appointed special advocate representation and shall be equally
19 accessible to all volunteer court-appointed special advocate/guardian
20 ad litem programs. The administrator for the courts shall not retain
21 more than six percent of total funding to cover administrative or any
22 other agency costs. Funding distributed in this subsection shall not
23 be used to supplant existing local funding for the court-appointed
24 special advocates program.

25 (2) \$300,000 of the general fund--state appropriation for fiscal
26 year 2008, \$300,000 of the general fund--state appropriation for fiscal
27 year 2009, \$1,500,000 of the public safety and education account--state
28 appropriation for fiscal year 2008, and \$1,500,000 of the public safety
29 and education account--state appropriation for fiscal year 2009 are
30 provided solely for school districts for petitions to juvenile court
31 for truant students as provided in RCW 28A.225.030 and 28A.225.035.
32 The office of the administrator for the courts shall develop an
33 interagency agreement with the superintendent of public instruction to
34 allocate the funding provided in this subsection. Allocation of this
35 money to school districts shall be based on the number of petitions
36 filed. This funding includes amounts school districts may expend on
37 the cost of serving petitions filed under RCW 28A.225.030 by certified

1 mail or by personal service or for the performance of service of
2 process for any hearing associated with RCW 28A.225.030.

3 (3)(a) \$1,640,000 of the general fund--state appropriation for
4 fiscal year 2008, \$1,641,000 of the general fund--state appropriation
5 for fiscal year 2009, \$6,612,000 of the public safety and education
6 account--state appropriation for fiscal year 2008, and \$6,612,000 of
7 the public safety and education account--state appropriation for fiscal
8 year 2009 are provided solely for distribution to county juvenile court
9 administrators to fund the costs of processing truancy, children in
10 need of services, and at-risk youth petitions. The administrator for
11 the courts, in conjunction with the juvenile court administrators,
12 shall develop an equitable funding distribution formula. The formula
13 shall neither reward counties with higher than average per-petition
14 processing costs nor shall it penalize counties with lower than average
15 per-petition processing costs.

16 (b) Each fiscal year during the 2007-09 fiscal biennium, each
17 county shall report the number of petitions processed and the total
18 actual costs of processing truancy, children in need of services, and
19 at-risk youth petitions. Counties shall submit the reports to the
20 administrator for the courts no later than 45 days after the end of the
21 fiscal year. The administrator for the courts shall electronically
22 transmit this information to the chairs and ranking minority members of
23 the house of representatives appropriations committee and the senate
24 ways and means committee no later than 60 days after a fiscal year
25 ends. These reports are deemed informational in nature and are not for
26 the purpose of distributing funds.

27 (4) The distributions made under this subsection and distributions
28 from the county criminal justice assistance account made pursuant to
29 section 801 of this act constitute appropriate reimbursement for costs
30 for any new programs or increased level of service for purposes of RCW
31 43.135.060.

32 (5) \$325,000 of the general fund--state appropriation for fiscal
33 year 2008 is provided solely for the completion of the juror pay pilot
34 and research project.

35 (6) \$1,000,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$1,000,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for improving interpreter services
38 at the trial court level.

1 (a) Of these amounts, \$340,000 for fiscal year 2008 is provided
2 solely to assist trial courts in developing and implementing language
3 assistance plans. The administrator of the courts, in consultation
4 with the interpreter commission, shall adopt language assistance plan
5 standards consistent with chapters 2.42 and 2.43 RCW. The standards
6 shall include guidelines on local community input, provisions on
7 notifying court users on the right and methods to obtain an
8 interpreter, information on training for judges and court personnel,
9 procedures for identifying and appointing an interpreter, access to
10 translations of commonly used forms, and processes to evaluate the
11 development and implementation of the plan.

12 (b) Of these amounts, \$610,000 for fiscal year 2008 and \$950,000
13 for fiscal year 2009 are provided solely to assist trial courts with
14 interpreter services. In order to be eligible for assistance, a trial
15 court must have completed a language assistance plan consistent with
16 the standards established in (a) of this subsection that is approved by
17 the administrator of the courts and submit the amounts spent annually
18 on interpreter services for fiscal years 2005, 2006, and 2007. The
19 funding in this subsection (b) shall not be used to supplant existing
20 funding and cannot be used for any purpose other than assisting trial
21 courts with interpreter services. At the end of the fiscal year,
22 recipients shall report to the administrator of the court the amount
23 the trial court spent on interpreter services.

24 (c) \$50,000 for fiscal year 2008 and \$50,000 for fiscal year 2009
25 are provided solely to the administrator of the courts for
26 administration of this subsection. By December 1, 2009, the
27 administrator of the courts shall report to the appropriate policy and
28 fiscal committees of the legislature: (i) The number of trial courts
29 in the state that have completed a language assistance plan; (ii) the
30 number of trial courts in the state that have not completed a language
31 assistance plan; (iii) the number of trial courts in the state that
32 received assistance under this subsection, the amount of the
33 assistance, and the amount each trial court spent on interpreter
34 services for fiscal years 2005 through 2008 and fiscal year 2009 to
35 date.

36 (7) \$443,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$543,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for the implementation of Second

1 Substitute Senate Bill No. 5470 (dissolution proceedings). If the bill
2 is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse. Within the amounts provided:

4 (a) \$100,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for developing training materials for the
6 family court liaisons.

7 (b) \$43,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$43,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for reimbursement costs related to
10 the family law handbook;

11 (c) \$350,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$350,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for distribution to counties to
14 provide guardian ad litem services for the indigent for a reduced or
15 waived fee;

16 (d) \$50,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$50,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for implementing the data tracking
19 provisions specified in sections 701 and 702 of Second Substitute
20 Senate Bill No. 5470 (dissolution).

21 (8)(a) \$20,458,000 of the judicial information systems account--
22 state appropriation is provided solely for the development and
23 implementation of the core case management system. In expending the
24 funds provided within this subsection, the following conditions must
25 first be satisfied before any subsequent funds may be expended:

26 (i) Completion of feasibility studies detailing linkages between
27 the objectives of the core case management system and the following:
28 The technology efforts required and the impacts of the new investments
29 on existing infrastructure and business functions, including the
30 estimated fiscal impacts to the judicial information systems account
31 and the near general fund accounts; the alignment of critical system
32 requirements of varying size courts at the municipal, district, and
33 superior court level with their respective proposed business processes
34 resulting from business process engineering, and detail on the costs
35 and other impacts to the courts for providing critical business
36 requirements not addressed by new common business processes; the
37 specific requirements and business process needs of state agencies

1 dependent on data exchange with the judicial information system; and
2 the results from a proof of implementation phase; and

3 (ii) Discussion with and presentation to the department of
4 information systems and the information services board regarding the
5 impact on the state agencies dependent on successful data exchange with
6 the judicial information system and the results of the feasibility
7 studies.

8 (b) The judicial information systems committee shall provide
9 quarterly updates to the appropriate committees of the legislature and
10 the department of information systems on the status of implementation
11 of the core case management system.

12 (c) The legislature respectfully requests the judicial information
13 systems committee invite representatives from the state agencies
14 dependent on successful data exchange to their regular meetings for
15 consultation as nonvoting members.

16 ~~((+10))~~ (9) \$534,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$949,000 of the general fund--state appropriation
18 for fiscal year 2009 are provided solely for Substitute Senate Bill No.
19 5320 (public guardianship office). If the bill is not enacted by June
20 30, 2007, the amounts provided in this subsection shall lapse.

21 (10) \$29,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$102,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the twenty-third superior
24 court judge position in Pierce county. The funds appropriated in this
25 subsection shall only be expended if the judge is appointed and serving
26 on the bench.

27 **Sec. 111.** 2007 c 522 s 114 (uncodified) is amended to read as
28 follows:

29 **FOR THE OFFICE OF PUBLIC DEFENSE**

30	General Fund--State Appropriation (FY 2008)	((\$18,014,000))
31		<u>\$17,814,000</u>
32	General Fund--State Appropriation (FY 2009)	((\$18,016,000))
33		<u>\$18,977,000</u>
34	Public Safety and Education Account--State	
35	Appropriation (FY 2008)	\$7,066,000
36	Public Safety and Education Account--State	
37	Appropriation (FY 2009)	\$7,025,000

1	Equal Justice Subaccount of the Public Safety and	
2	Education Account--State Appropriation (FY 2008) . . .	\$2,250,000
3	Equal Justice Subaccount of the Public Safety and	
4	Education Account--State Appropriation (FY 2009) . . .	\$2,251,000
5	TOTAL APPROPRIATION	((\$54,622,000))
6		<u>\$55,383,000</u>

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

9 (1) The amounts provided from the public safety and education
10 account appropriations include funding for expert and investigative
11 services in death penalty personal restraint petitions.

12 (2) Starting with fiscal year 2009, the office shall adjust its
13 monthly, annual, and biennial accounting records so that the
14 expenditures by fund, object, and subobject are attributed to the
15 following programs: (a) Appellate indigent defense; (b) representation
16 of indigent parents qualified for appointed counsel in dependency and
17 termination cases; (c) trial court criminal indigent defense; (d) other
18 grants or contracted services; and (e) costs for administering the
19 office. The office may consult with the administrator for the courts,
20 the office of financial management, and the legislative evaluation and
21 accountability program committee for guidance in adjusting its
22 accounting records.

23 **Sec. 112.** 2007 c 522 s 115 (uncodified) is amended to read as
24 follows:

25	FOR THE OFFICE OF CIVIL LEGAL AID	
26	General Fund--State Appropriation (FY 2008)	\$5,923,000
27	General Fund--State Appropriation (FY 2009)	\$7,009,000
28	Public Safety and Education Account--State	
29	Appropriation (FY 2008)	((\$2,326,000))
30		<u>\$3,820,000</u>
31	Public Safety and Education Account--State	
32	Appropriation (FY 2009)	((\$2,378,000))
33		<u>\$3,871,000</u>
34	Equal Justice Subaccount of the Public Safety and	
35	Education Account--State Appropriation (FY 2008)	\$927,000
36	Equal Justice Subaccount of the Public Safety and	
37	Education Account--State Appropriation (FY 2009)	\$927,000

1	(Violence Reduction and Drug Enforcement Account)	
2	State Appropriation (FY 2008)	\$1,494,000
3	Violence Reduction and Drug Enforcement Account	
4	State Appropriation (FY 2009)	\$1,493,000))
5	TOTAL APPROPRIATION	\$22,477,000

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

8 (1) \$120,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$120,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely to continue support for the
11 existing agricultural dispute resolution system funded through the
12 office of civil legal aid for disputes between farmers and farm
13 workers. The office of civil legal aid shall report to the appropriate
14 legislative committees on the effectiveness of this program by December
15 31, 2008.

16 (2) An amount not to exceed \$40,000 of the general fund--state
17 appropriation for fiscal year 2008 and an amount not to exceed \$40,000
18 of the general fund--state appropriation for fiscal year 2009 may be
19 used to provide telephonic legal advice and assistance to otherwise
20 eligible persons who are sixty years of age or older on matters
21 authorized by RCW 2.53.030(2)(a) through (k) regardless of household
22 income or asset level.

23 **Sec. 113.** 2007 c 522 s 116 (uncodified) is amended to read as
24 follows:

25 **FOR THE OFFICE OF THE GOVERNOR**

26	General Fund--State Appropriation (FY 2008)	((\$6,614,000))
27		<u>\$6,615,000</u>
28	General Fund--State Appropriation (FY 2009)	((\$6,758,000))
29		<u>\$7,249,000</u>
30	(General Fund Federal Appropriation \$35,000))	
31	Economic Development Strategic Reserve Account--State	
32	Appropriation	((\$4,000,000))
33		<u>\$6,000,000</u>
34	Oil Spill Prevention Account--State Appropriation	\$715,000
35	TOTAL APPROPRIATION	((\$18,122,000))
36		<u>\$20,579,000</u>

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

3 (1) \$250,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$250,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely for the implementation of
6 Substitute Senate Bill No. 5224 (salmon office). If the bill is not
7 enacted by June 30, 2007, the amounts provided in this subsection shall
8 lapse.

9 (2) \$2,000,000 of the economic development and strategic reserve
10 account--state appropriation for fiscal year 2009 is provided solely to
11 provide support and assistance to victims of the December 2007 storms
12 and floods in Chehalis and Centralia.

13 (3) \$490,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for the office of family and children's
15 ombudsman to implement Substitute Senate Bill No. 6206 (child safety).
16 If the bill is not enacted by June 30, 2008, the amount provided in
17 this subsection shall lapse.

18 **Sec. 114.** 2007 c 522 s 119 (uncodified) is amended to read as
19 follows:

20 **FOR THE SECRETARY OF STATE**

21	General Fund--State Appropriation (FY 2008)	((\$32,941,000))
22		<u>\$33,953,000</u>
23	General Fund--State Appropriation (FY 2009)	((\$21,774,000))
24		<u>\$22,367,000</u>
25	General Fund--Federal Appropriation	\$7,312,000
26	General Fund--Private/Local Appropriation	\$134,000
27	Archives and Records Management Account--State	
28	Appropriation	\$8,390,000
29	Department of Personnel Service Account--State	
30	Appropriation	\$768,000
31	Local Government Archives Account--State	
32	Appropriation	((\$13,791,000))
33		<u>\$15,401,000</u>
34	Election Account--Federal Appropriation	((\$39,103,000))
35		<u>\$31,526,000</u>
36	Charitable Organization Education Account--State	
37	Appropriation	\$122,000

1 TOTAL APPROPRIATION ((~~\$124,335,000~~))
2 \$119,973,000

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

5 (1) ((~~\$13,104,000~~)) \$13,290,000 of the general fund--state
6 appropriation for fiscal year 2008 is provided solely to reimburse
7 counties for the state's share of primary and general election costs
8 and the costs of conducting mandatory recounts on state measures.
9 Counties shall be reimbursed only for those odd-year election costs
10 that the secretary of state validates as eligible for reimbursement.

11 (2) ((~~\$2,421,000~~)) \$2,556,000 of the general fund--state
12 appropriation for fiscal year 2008 and ((~~\$3,893,000~~)) \$3,965,000 of the
13 general fund--state appropriation for fiscal year 2009 are provided
14 solely for the verification of initiative and referendum petitions,
15 maintenance of related voter registration records, and the publication
16 and distribution of the voters and candidates pamphlet.

17 (3) \$125,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$118,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for legal advertising of state
20 measures under RCW 29A.52.330.

21 (4)(a) \$2,465,000 of the general fund--state appropriation for
22 fiscal year 2008 and \$2,501,000 of the general fund--state
23 appropriation for fiscal year 2009 are provided solely for contracting
24 with a nonprofit organization to produce gavel-to-gavel television
25 coverage of state government deliberations and other events of
26 statewide significance during the 2007-09 biennium. The funding level
27 for each year of the contract shall be based on the amount provided in
28 this subsection. The nonprofit organization shall be required to raise
29 contributions or commitments to make contributions, in cash or in kind,
30 in an amount equal to forty percent of the state contribution. The
31 office of the secretary of state may make full or partial payment once
32 all criteria in this subsection have been satisfactorily documented.

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

1 (c) The nonprofit organization shall prepare an annual independent
2 audit, an annual financial statement, and an annual report, including
3 benchmarks that measure the success of the nonprofit organization in
4 meeting the intent of the program.

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

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

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

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

16 (5) \$45,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$45,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for humanities Washington's "we
19 the people" community conversations program.

20 (6) \$122,000 of the charitable organization education account--
21 state appropriation is provided solely for implementation of Substitute
22 House Bill No. 1777 (charitable organizations). If the bill is not
23 enacted by June 30, 2007, the amount provided in this subsection shall
24 lapse.

25 (7) \$575,000 of the general fund--state appropriation for fiscal
26 year 2008 is provided solely for settlement costs and attorney fees
27 resulting from the resolution of *Washington Association of Churches, et*
28 *al. v. Reed*, United States District Court Western District of
29 Washington at Seattle, Case No. CV06-0726RSM.

30 **Sec. 115.** 2007 c 522 s 122 (uncodified) is amended to read as
31 follows:

32 **FOR THE STATE TREASURER**

33 State Treasurer's Service Account--State

34 Appropriation ((\$15,687,000))
35 \$15,689,000

36 The appropriation in this section is subject to the following
37 conditions and limitations: \$183,000 of the state treasurer's service

1 account--state appropriation is provided solely for implementation of
2 Engrossed Substitute House Bill No. 1512 (linked deposit program). If
3 the bill is not enacted by June 30, 2007, the amount provided in this
4 subsection shall lapse.

5 **Sec. 116.** 2007 c 522 s 123 (uncodified) is amended to read as
6 follows:

7 **FOR THE STATE AUDITOR**

8	General Fund--State Appropriation (FY 2008)	\$794,000
9	General Fund--State Appropriation (FY 2009)	\$829,000
10	State Auditing Services Revolving Account--State	
11	Appropriation	(\$15,188,000)
12		<u>\$15,503,000</u>
13	TOTAL APPROPRIATION	(\$16,811,000)
14		<u>\$17,126,000</u>

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

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

22 (2) \$752,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$762,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for staff and related costs to
25 verify the accuracy of reported school district data submitted for
26 state funding purposes; conduct school district program audits of state
27 funded public school programs; establish the specific amount of state
28 funding adjustments whenever audit exceptions occur and the amount is
29 not firmly established in the course of regular public school audits;
30 and to assist the state special education safety net committee when
31 requested.

32 (3) \$1,000 of the appropriation from the auditing services
33 revolving account--state is provided solely for an adjustment to the
34 agency lease rate for space occupied and parking in the Tacoma Rhodes
35 Center. The department of general administration shall increase lease
36 rates to meet the cash gain/loss break-even point for the Tacoma Rhodes
37 Center effective July 1, 2007.

1 general shall notify the director of financial management and the
2 chairs of the senate committee on ways and means and the house of
3 representatives committee on appropriations.

4 (3) \$9,446,000 of the legal services revolving account--state
5 appropriation is provided solely for increases in salaries and benefits
6 of assistant attorneys general effective July 1, 2007. This funding is
7 provided solely for increases to address critical recruitment and
8 retention problems, and shall not be used for the performance
9 management program or to fund general administration. The attorney
10 general shall report to the office of financial management and the
11 fiscal committees of the senate and house of representatives by October
12 1, 2008, and provide detailed demographic information regarding
13 assistant attorneys general who received increased salaries and
14 benefits as a result of the appropriation. The report shall include at
15 a minimum information regarding the years of service, division
16 assignment within the attorney general's office, and client agencies
17 represented by assistant attorneys general receiving increased salaries
18 and benefits as a result of the amount provided in this subsection.
19 The report shall include a proposed salary schedule for all assistant
20 attorneys general using the same factors used to determine increased
21 salaries under this section. The report shall also provide initial
22 findings regarding the effect of the increases on recruitment and
23 retention of assistant attorneys general.

24 (4) \$69,000 of the legal services revolving fund--state
25 appropriation is provided solely for Engrossed Substitute Senate Bill
26 No. 6001 (climate change). If the bill is not enacted by June 30, 2007,
27 the amount provided in this subsection shall lapse.

28 (5) \$44,000 of the legal services revolving fund--state
29 appropriation is provided solely for Substitute Senate Bill No. 5972
30 (surface mining reclamation). If the bill is not enacted by June 30,
31 2007, the amount provided in this subsection shall lapse.

32 (6) \$50,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$50,000 of the general fund--state appropriation for
34 fiscal year 2009 are for consumer protection efforts to address the
35 legal rights of airline passengers.

36 (7) The attorney general shall deposit to the health services
37 account at least \$680,000 from the cy pres monetary portion of the
38 consent decree in settlement of the consumer protection act litigation

1 against Caremark Rx, LLC (King county superior court cause no. 08-2-
2 06098-5). These moneys shall be expended pursuant to legislative
3 appropriation consistent with the terms of the consent decree.

4 (8) \$220,000 of the legal services revolving account--state
5 appropriation is provided solely for implementation of Engrossed Second
6 Substitute House Bill No. 3139 or Substitute Senate Bill No. 6750
7 (industrial insurance orders). If neither bill is enacted by June 30,
8 2008, the amount provided in this subsection shall lapse.

9 (9) \$732,000 of the legal services revolving account--state
10 appropriation is provided solely for additional staff in the sexually
11 violent predator civil commitment unit. The office of financial
12 management shall not approve expenditure of these funds until the
13 office of the attorney general has submitted a staffing workload model
14 associated with the sexually violent predator population to the office
15 of financial management and the fiscal committees of the legislature.

16 (10) \$83,000 of the legal services revolving fund is provided
17 solely for the implementation of Second Substitute Senate Bill No. 6732
18 (construction industry). If the bill is not enacted by June 30, 2008,
19 the amount provided in this subsection shall lapse.

20 **Sec. 118.** 2007 c 522 s 126 (uncodified) is amended to read as
21 follows:

22 **FOR THE CASELOAD FORECAST COUNCIL**

23	General Fund--State Appropriation (FY 2008)	((\$756,000))
24		<u>\$815,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$781,000))
26		<u>\$807,000</u>
27	TOTAL APPROPRIATION	((\$1,537,000))
28		<u>\$1,622,000</u>

29 **Sec. 119.** 2007 c 522 s 127 (uncodified) is amended to read as
30 follows:

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

32	General Fund--State Appropriation (FY 2008)	((\$66,652,000))
33		<u>\$64,116,000</u>
34	General Fund--State Appropriation (FY 2009)	((\$67,867,000))
35		<u>\$78,813,000</u>
36	General Fund--Federal Appropriation	((\$251,537,000))

1		<u>\$253,123,000</u>
2	General Fund--Private/Local Appropriation	\$14,680,000
3	Public Safety and Education Account--State	
4	Appropriation (FY 2008)	\$2,775,000
5	Public Safety and Education Account--State	
6	Appropriation (FY 2009)	((\$2,735,000))
7		<u>\$3,560,000</u>
8	Public Works Assistance Account--State	
9	Appropriation	\$2,977,000
10	Tourism Promotion and Development Account--State	
11	Appropriation	\$1,000,000
12	Drinking Water Assistance Administrative Account--	
13	State Appropriation	\$415,000
14	Lead Paint Account--State Appropriation	((\$6,000))
15		<u>\$18,000</u>
16	Building Code Council Account--State Appropriation	\$1,180,000
17	Low-Income Weatherization Assistance Account--State	
18	Appropriation	\$8,385,000
19	Violence Reduction and Drug Enforcement Account--	
20	State Appropriation (FY 2008)	\$3,644,000
21	Violence Reduction and Drug Enforcement Account--	
22	State Appropriation (FY 2009)	\$3,660,000
23	Community and Economic Development Fee Account--State	
24	Appropriation	\$1,840,000
25	Washington Housing Trust Account--State	
26	Appropriation	((\$32,327,000))
27		<u>\$26,827,000</u>
28	((Homeless Families Service Account--State	
29	 Appropriation	\$300,000))
30	<u>Administrative Contingency Account--State</u>	
31	<u>Appropriation</u>	<u>\$1,800,000</u>
32	<u>Financial Fraud and Identity Theft Crimes</u>	
33	<u>Investigation and Prosecution Account--State</u>	
34	<u>Appropriation</u>	<u>\$488,000</u>
35	Public Facility Construction Loan Revolving	
36	Account--State Appropriation	\$635,000
37	Affordable Housing Account--State Appropriation	((\$15,200,000))
38		<u>\$14,650,000</u>

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

5 (5) \$145,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$144,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided to support a task force on human
8 trafficking.

9 (6) \$2,500,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$2,500,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for Second Substitute Senate Bill
12 No. 5092 (associate development organizations). If the bill is not
13 enacted by June 30, 2007, the amounts provided in this subsection shall
14 lapse.

15 (7) \$1,500,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$1,500,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for the community services block
18 grant program.

19 (8) \$70,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$65,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to the department to implement the
22 innovation partnership zone program.

23 (a) The director shall designate innovation partnership zones on
24 the basis of the following criteria:

25 (i) Innovation partnership zones must have three types of
26 institutions operating within their boundaries, or show evidence of
27 planning and local partnerships that will lead to dense concentrations
28 of these institutions:

29 (A) Research capacity in the form of a university or community
30 college fostering commercially valuable research, nonprofit
31 institutions creating commercially applicable innovations, or a
32 national laboratory;

33 (B) Dense proximity of globally competitive firms in a
34 research-based industry or industries or of individual firms with
35 innovation strategies linked to (a)(i) of this subsection. A globally
36 competitive firm may be signified through international organization
37 for standardization 9000 or 1400 certification, or other recognized
38 evidence of international success; and

1 (C) Training capacity either within the zone or readily accessible
2 to the zone. The training capacity requirement may be met by the same
3 institution as the research capacity requirement, to the extent both
4 are associated with an educational institution in the proposed zone;

5 (ii) The support of a local jurisdiction, a research institution,
6 an educational institution, an industry or cluster association, a
7 workforce development council, and an associate development
8 organization, port, or chamber of commerce;

9 (iii) Identifiable boundaries for the zone within which the
10 applicant will concentrate efforts to connect innovative researchers,
11 entrepreneurs, investors, industry associations or clusters, and
12 training providers. The geographic area defined should lend itself to
13 a distinct identity and have the capacity to accommodate firm growth;

14 (iv) The innovation partnership zone shall designate a zone
15 administrator, which must be an economic development council, port,
16 workforce development council, city, or county.

17 (b) By October 1, 2007, and October 1, 2008, the director shall
18 designate innovation partnership zones on the basis of applications
19 that meet the criteria in this subsection, estimated economic impact of
20 the zone, and evidence of forward planning for the zone.

21 (c) If the innovation partnership zone meets the other requirements
22 of the fund sources, then the innovation partnership zone is encouraged
23 to use the local infrastructure financing tool program, the sales and
24 use tax for public facilities in rural counties, the job skills program
25 and other state and local resources to promote zone development.

26 (d) The department shall convene at least one information sharing
27 event for innovation partnership zone administrators and other
28 interested parties.

29 (e) An innovation partnership zone shall provide performance
30 measures as required by the director, including but not limited to
31 private investment measures, job creation measures, and measures of
32 innovation such as licensing of ideas in research institutions,
33 patents, or other recognized measures of innovation.

34 (9) \$430,000 of the general fund--state appropriation for fiscal
35 year 2008 and (~~(\$1,935,000)~~) \$2,200,000 of the general fund--state
36 appropriation for fiscal year 2009 are provided solely for the economic
37 development commission to work with the higher education coordinating
38 board and research institutions to: (a) Develop a plan for recruitment

1 of ten significant entrepreneurial researchers over the next ten years
2 to lead innovation research teams, which plan shall be implemented by
3 the higher education coordinating board; and (b) develop comprehensive
4 entrepreneurial programs at research institutions to accelerate the
5 commercialization process.

6 (10) \$500,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$500,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for a grant to the cascade land
9 conservancy to develop and demonstrate one or more transfer of
10 development rights programs. These programs shall involve the purchase
11 or lease of development rights or conservation easements from family
12 forest landowners facing pressure to convert their lands and who desire
13 to keep their land in active forest management. The grant shall
14 require the conservancy to work in collaboration with family forest
15 landowners and affected local governments, and to submit an interim
16 written progress report to the department by September 15, 2008, and a
17 final report by June 30, 2009. The department shall transmit the
18 reports to the governor and the appropriate committees of the
19 legislature.

20 (11) \$155,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$150,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for Engrossed Second Substitute
23 House Bill No. 1422 (addressing children and families of incarcerated
24 parents). If the bill is not enacted by June 30, 2007, the amounts
25 provided in this subsection shall lapse.

26 (12) \$180,000 of the general fund--state appropriation for fiscal
27 year 2008 and (~~(\$180,000)~~) \$430,000 of the general fund--state
28 appropriation for fiscal year 2009 are provided solely for KCTS public
29 television to support programming in the Spanish language. These funds
30 are intended to support the addition of a bilingual outreach
31 coordinator to serve Latino adults, families and children in western
32 and central Washington; multimedia promotion on Spanish-language media
33 and website integration; the production of targeted public affairs
34 programs that seek to improve education and the quality of life for
35 Latinos; and to establish partnerships with city and county library
36 systems to provide alternative access to the v-me Spanish language
37 channel via the internet.

1 (13) \$1,000,000 of the tourism and promotion account--state
2 appropriation is provided for Substitute House Bill No. 1276 (creating
3 a public/private tourism partnership). Of this amount, \$280,000 is for
4 the department of fish and wildlife's nature tourism infrastructure
5 program; \$450,000 is for marketing the 2010 Olympic games; and \$50,000
6 is for the Washington state games.

7 ~~((15))~~ (14) \$50,000 of the general fund--state appropriation for
8 fiscal year 2008 and \$50,000 of the general fund--state appropriation
9 for fiscal year 2009 are provided solely for the African chamber of
10 commerce of the Pacific Northwest to support the formation of trade
11 alliances between Washington businesses and African businesses and
12 governments.

13 ~~((16))~~ (15) \$750,000 of the general fund--state appropriation for
14 fiscal year 2008 and \$750,000 of the general fund--state appropriation
15 for fiscal year 2009 are provided solely for the emergency food
16 assistance program.

17 ~~((17) \$500,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$500,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely to the department's individual
20 development account program.~~

21 ~~(18))~~ (16) \$80,000 of the general fund--state appropriation for
22 fiscal year 2008 is provided solely for the energy facility site
23 evaluation council to contract for a review of the status of pipeline
24 utility corridor capacity and distribution for natural gas, petroleum
25 and biofuels in southwest Washington. The council shall submit its
26 findings and recommendations to the legislature by December 1, 2007.

27 ~~((19) \$1,813,000))~~ (17) \$1,049,000 of the general fund--state
28 appropriation for fiscal year 2008 and ~~((1,813,000))~~ \$2,577,000 of the
29 general fund--state appropriation for fiscal year 2009 are provided
30 solely for a pilot program to provide transitional housing assistance
31 to offenders who are reentering the community and are in need of
32 housing as generally described in Engrossed Substitute Senate Bill No.
33 6157 (offender recidivism). The department shall operate the program
34 through grants to eligible organizations as described in RCW
35 43.185.060. A minimum of two programs shall be established in two
36 counties in which community justice centers are located. The pilot
37 programs shall be selected through a request for proposal process in

1 consultation with the department of corrections. The department shall
2 select the pilot sites by January 1, 2008.

3 (a) The pilot program shall:

4 (i) Be operated in collaboration with the community justice center
5 existing in the location of the pilot site;

6 (ii) Offer transitional supportive housing that includes individual
7 support and mentoring available on an ongoing basis, life skills
8 training, and close working relationships with community justice
9 centers and community corrections officers. Supportive housing
10 services can be provided directly by the housing operator, or in
11 partnership with community-based organizations;

12 (iii) In providing assistance, give priority to offenders who are
13 designated as high risk or high needs as well as those determined not
14 to have a viable release plan by the department of corrections; and

15 (iv) Provide housing assistance for a period of up to twelve months
16 for a participating offender.

17 (b) The department may also use up to twenty percent of the funds
18 in this subsection to support the development of additional supportive
19 housing resources for offenders who are reentering the community.

20 (c) The department shall collaborate with the department of
21 corrections in the design of the program and development of criteria to
22 determine who will qualify for housing assistance, and shall report to
23 the legislature by November 1, 2008, on the number of offenders seeking
24 housing, the number of offenders eligible for housing, the number of
25 offenders who receive the housing, and the number of offenders who
26 commit new crimes while residing in the housing.

27 ~~((+20+))~~ (18) \$288,000 of the general fund--state appropriation for
28 fiscal year 2008 is provided solely for community transition
29 coordination networks and county service inventories as generally
30 described in Engrossed Substitute Senate Bill No. 6157 (offender
31 recidivism). Funds are provided for: (a) Grants to counties to
32 inventory services and resources available to assist offenders
33 reentering the community; (b) a grant to the Washington institute for
34 public policy to develop criteria for conducting the inventory; and (c)
35 the department of community, trade, and economic development to assist
36 with the inventory and implement a community transition coordination
37 network pilot program.

1 ~~((+21))~~ ~~(\$75,000))~~ (19) \$150,000 of the general fund--state
2 appropriation for fiscal year 2008 ~~((and \$75,000 of the general fund--~~
3 ~~state appropriation for fiscal year 2009 are))~~ is provided solely for
4 a grant to the center for advanced manufacturing to assist domestic
5 businesses to compete globally.

6 ~~((+22))~~ (20) \$250,000 of the general fund--state appropriation for
7 fiscal year 2008 and \$250,000 of the general fund--state appropriation
8 for fiscal year 2009 are provided solely for a grant to the
9 developmental disabilities council to contract for legal services for
10 individuals with developmental disabilities entering or currently
11 residing in the department of social and health services division of
12 developmental disabilities community protection program.

13 ~~((+23))~~ (21) \$50,000 of the general fund--state appropriation for
14 fiscal year 2008 and \$50,000 of the general fund--state appropriation
15 for fiscal year 2009 are provided solely for a grant to Safe Havens to
16 provide supervised visitation for families affected by domestic
17 violence and abuse.

18 ~~((+24))~~ (22) \$408,000 of the general fund--state appropriation for
19 fiscal year 2008 and \$623,000 of the general fund--state appropriation
20 for fiscal year 2009 are provided solely for grants to county juvenile
21 courts to expand the number of participants in juvenile drug courts
22 consistent with the conclusions of the Washington state institute for
23 public policy evaluation of effective programs to reduce future prison
24 populations.

25 ~~((+25))~~ (23) \$250,000 of the general fund--state appropriation for
26 fiscal year 2008 and \$250,000 of the general fund--state appropriation
27 for fiscal year 2009 are provided solely to implement Second Substitute
28 Senate Bill No. 5652 (microenterprise development), including grants to
29 microenterprise organizations for organizational capacity building and
30 provision of training and technical assistance. If the bill is not
31 enacted by June 30, 2007, the amounts provided in this subsection shall
32 lapse.

33 ~~((+26))~~ (24) \$250,000 of the general fund--state appropriation for
34 fiscal year 2008 and \$250,000 of the general fund--state appropriation
35 for fiscal year 2009 are provided solely to ~~((establish the state~~
36 ~~economic development commission as an independent state agency~~
37 ~~consistent with))~~ implement Second Substitute Senate Bill No. 5995

1 (economic development commission). ~~((If the bill is not enacted by~~
2 ~~June 30, 2007, the amounts provided in this subsection shall lapse.~~

3 ~~(+27+))~~ (25) \$150,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$150,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely to support international trade
6 fairs.

7 ~~((+28+))~~ (26) \$50,000 of the general fund--state appropriation for
8 fiscal year 2008 is provided solely for a study to survey best
9 practices for smart meters/smart grid/smart appliance technology and
10 the range of applications for smart meters around the country. The
11 survey shall include, but is not limited to, utilities using smart
12 meters to: (a) Meter responses to time-of-use pricing, (b) meter
13 savings from direct load control programs, (c) manage operations costs,
14 (d) identify power outages, (e) meter voluntary interruptible power
15 programs, (f) facilitate pay-as-you-go programs, and (g) enhance
16 billing operations. The study will compare the survey results with
17 Washington's electric utility power system including considerations of
18 electricity price variations between peak and off-peak prices, seasonal
19 price variations, forecast demand, conservation goals, seasonal or
20 daily distribution or transmission constraints, etc., to identify the
21 applications where smart meters may provide particular value to either
22 individual consumers, individual Washington electric utility power
23 systems, or the overall electric power grid in Washington, and to
24 meeting state conservation and energy goals. The department shall
25 complete the study and provide a report to the governor and the
26 legislature by December 1, 2007.

27 ~~((+30+)(a) \$500,000 of the general fund--state appropriation for~~
28 ~~fiscal year 2008 is provided for a pilot program to provide assistance~~
29 ~~for three jurisdictions to enforce financial fraud and identity theft~~
30 ~~laws. Three pilot enforcement areas shall be established on January 1,~~
31 ~~2008, two in the two largest counties by population west of the crest~~
32 ~~of the Cascade mountains and one in the largest county by population~~
33 ~~east of the crest of the Cascade mountains. Funding received for the~~
34 ~~purpose of this subsection through appropriations, gifts, and grants~~
35 ~~shall be divided equally between the three pilot enforcement areas.~~
36 ~~This funding is intended to provide for additional deputy prosecutors,~~
37 ~~law enforcement, clerical staff, and other support for the prosecution~~
38 ~~of financial fraud and identity theft crimes. The funding shall not be~~

1 ~~used to supplant existing funding and cannot be used for any purpose~~
2 ~~other than enforcement of financial fraud and identity theft laws.~~
3 ~~Appropriated state funds must be used to match gifts and grants of~~
4 ~~private sector funds for the purposes of this subsection, and~~
5 ~~expenditure of appropriated state funds may not exceed expenditure of~~
6 ~~private funds.~~

7 ~~(b) The department shall appoint a task force in each county with~~
8 ~~a pilot enforcement area. Each task force shall include the following~~
9 ~~members:~~

10 ~~(i) Two members from financial institutions;~~

11 ~~(ii) One member of the Washington association of county~~
12 ~~prosecutors;~~

13 ~~(iii) One member of the Washington association of sheriffs and~~
14 ~~police chiefs;~~

15 ~~(iv) One member of the Washington state association of municipal~~
16 ~~attorneys; and~~

17 ~~(v) One law enforcement officer.~~

18 ~~(c) The task force in each county shall provide advice and~~
19 ~~expertise in order to facilitate the prosecutor's efforts to prosecute~~
20 ~~and reduce the incidence of financial fraud and identity theft crimes,~~
21 ~~including check fraud, chronic unlawful issuance of bank checks,~~
22 ~~embezzlement, credit/debit card fraud, identity theft, forgery,~~
23 ~~counterfeit instruments, organized counterfeit check rings, and~~
24 ~~organized identity theft rings.~~

25 ~~(+31+)) (27) \$125,000 of the general fund--state appropriation for~~
26 ~~fiscal year 2008 and \$125,000 of the general fund--state appropriation~~
27 ~~for fiscal year 2009 are provided solely for a grant to Grays Harbor~~
28 ~~county for activities associated with southwest Washington coastal~~
29 ~~erosion investigations and demonstrations.~~

30 ~~((+32+)) (28) \$112,000 of the general fund--state appropriation for~~
31 ~~fiscal year 2008 and \$113,000 of the general fund--state appropriation~~
32 ~~for fiscal year 2009 are provided solely for a grant to the retired~~
33 ~~senior volunteer program.~~

34 ~~((+33+)) (29) \$200,000 of the general fund--state appropriation for~~
35 ~~fiscal year 2008 and \$200,000 of the general fund--state appropriation~~
36 ~~for fiscal year 2009 are provided solely for a grant to the Benton and~~
37 ~~Franklin county juvenile and drug courts. The grant is contingent upon~~
38 ~~the counties providing equivalent matching funds.~~

1 ~~((34))~~ (30) \$50,000 of the general fund--state appropriation for
2 fiscal year 2008 and \$50,000 of the general fund--state appropriation
3 for fiscal year 2009 are provided solely for a grant to the Seattle
4 aquarium for a scholarship program for transportation and admission
5 costs for classrooms with lower incomes, English as second language or
6 special needs.

7 ~~((35))~~ (31) \$256,000 of the general fund--state appropriation for
8 fiscal year 2008 and \$256,000 of the general fund--state appropriation
9 for fiscal year 2009 are provided solely for the long-term care
10 ombudsman program.

11 ~~((36))~~ (32) \$425,000 of the general fund--state appropriation for
12 fiscal year 2008 and \$425,000 of the general fund--state appropriation
13 for fiscal year 2009 are provided solely to the Washington state
14 association of counties for the county training program.

15 ~~((37))~~ (33) \$495,000 of the general fund--state appropriation for
16 fiscal year 2008 and \$495,000 of the general fund--state appropriation
17 for fiscal year 2009 are provided solely to the northwest agriculture
18 business center.

19 ~~((38) \$200,000)~~ (34) \$40,000 of the general fund appropriation
20 for fiscal year 2008 ~~((is))~~ and \$160,000 of the general fund--state
21 appropriation for fiscal year 2009 are provided solely for a program to
22 build capacity and promote the development of nonprofit community land
23 trust organizations in the state. Funds shall be granted through a
24 competitive process to community land trusts with assets under one
25 million dollars, and these funds shall be used for operating costs,
26 technical assistance, and other eligible capacity building expenses to
27 be determined by the department.

28 ~~((39))~~ (35) \$100,000 of the general fund--state appropriation for
29 fiscal year 2008 and \$100,000 of the general fund--state appropriation
30 for fiscal year 2009 are provided solely to centro latino to provide
31 adult basic education that includes but is not limited to: English as
32 a second language, Spanish literacy training, work-readiness training,
33 citizenship classes, programs to promote school readiness, community
34 education, and entrepreneurial services.

35 ~~((40))~~ (36) \$500,000 of the general fund--state appropriation for
36 fiscal year 2008 and ~~((500,000))~~ \$800,000 of the general fund--state
37 appropriation for fiscal year 2009 are provided solely to resolution
38 Washington to build statewide capacity for alternative dispute

1 resolution centers and dispute resolution programs that guarantee that
2 all citizens have access to a low-cost resolution process as an
3 alternative to litigation. Of the fiscal year 2009 funding, \$300,000
4 is to assist the centers in providing mediation services for parties
5 with parenting plan disputes who either (a) are currently involved in
6 dissolution proceedings or (b) completed a dissolution within the past
7 year. The funding provided by this subsection does not constitute
8 state funding to counties for the purposes of RCW 26.09.015(2)(b).

9 ~~((41))~~ (37) \$2,000,000 of the general fund--state appropriation
10 for fiscal year 2008 ~~((and \$2,000,000 of the general fund--state~~
11 ~~appropriation for fiscal year 2009 are))~~ is provided solely for
12 implementation of Second Substitute House Bill No. 1303 (cleaner
13 energy). Of these amounts, \$487,000 of the general fund--state
14 appropriation for fiscal year 2008 is provided solely as pass-through
15 funding to the department of ecology to conduct the climate advisory
16 team stakeholder process and related staffing, analysis, and public
17 outreach costs. The department shall retain ~~(((\$1,500,000))~~ \$1,013,000
18 for expenditures related to the operations of the energy freedom
19 authority, and the support of the vehicle workgroup and the carbon
20 market stakeholder workgroup and any other activities required of the
21 department by the bill. The department shall enter into interagency
22 agreements with other agencies to implement the bill in the following
23 amounts: (a) \$1,500,000 shall be provided to the climate impacts group
24 at the University of Washington for climate assessments; (b) \$200,000
25 shall be provided to the University of Washington college of forest
26 resources for identification of barriers to using the state's forest
27 resources for fuel production; and (c) \$800,000 shall be provided to
28 the Washington State University for analyzing options for market
29 incentives to encourage biofuels production. If the bill is not
30 enacted by June 30, 2007, the amounts provided in this subsection shall
31 lapse.

32 ~~((42))~~ (38) \$347,000 of the general fund--state appropriation for
33 fiscal year 2008 and \$348,000 of the general fund--state appropriation
34 for fiscal year 2009 are provided solely to Western Washington
35 University to support small business development centers and
36 underserved economic development councils with secondary research
37 services. Of the amounts in this subsection, \$500,000 is intended for
38 research services and shall be divided evenly between 25-50 small

1 business development centers and underserved economic development
2 councils and \$195,000 shall be used to develop infrastructure, training
3 programs, and marketing materials.

4 ~~((43))~~ (39) \$100,000 of the general fund--state appropriation for
5 fiscal year 2008 is provided solely for a study on improving the
6 effectiveness of the growth management act. Topics may include but are
7 not limited to: How best to meet and finance infrastructure and
8 service needs of growing communities; how to provide incentives to
9 accommodate projected growth and protect resource lands and critical
10 areas; and how local governments are prepared to address land use
11 changes associated with climate change.

12 ~~((44))~~ (40) \$75,000 of the general fund--state appropriation for
13 fiscal year 2008 and \$75,000 of the general fund--state appropriation
14 for fiscal year 2009 are provided solely to the Poulsbo marine science
15 center.

16 ~~((45))~~ (41) \$1,625,000 of the general fund--state appropriation
17 for fiscal year 2008 and \$1,625,000 of the general fund--state
18 appropriation for fiscal year 2009 are provided solely for operating
19 and capital equipment and facility grants to the following public
20 television and radio stations: KPBX/KSFC, \$863,525; KPLU, \$733,525;
21 KVTI, \$108,550; KDNA, \$29,205; KSER, \$338,325; KNHC, \$146,620; KSPS,
22 \$568,750; and KBTC, \$461,500.

23 ~~((46))~~ (42) \$200,000 of the general fund--state appropriation for
24 fiscal year 2008 and ~~((200,000))~~ \$368,000 of the general fund--state
25 appropriation for fiscal year 2009 are provided solely for the safe and
26 drug free schools and communities program.

27 ~~((47))~~ (43) \$102,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$103,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided solely for the University of
30 Washington's college of forest resources center for international trade
31 in forest products.

32 ~~((48))~~ (44) \$471,000 of the general fund--state appropriation for
33 fiscal year 2008 and \$471,000 of the general fund--state appropriation
34 for fiscal year 2009 are provided solely as pass-through funding to
35 Walla Walla community college for its water and environmental center.

36 ~~((49))~~ (45) \$65,000 of the general fund--state appropriation for
37 fiscal year 2008 and \$65,000 of the general fund--state appropriation
38 for fiscal year 2009 are provided solely for a contract with a food

1 distribution program for communities in the southwestern portion of the
2 state and for workers impacted by timber and salmon fishing closures
3 and reductions. The department may not charge administrative overhead
4 or expenses to the funds provided in this subsection.

5 ~~((+50+))~~ (46)(a) \$200,000 of the general fund--state appropriation
6 for fiscal year 2008 is provided solely for a study to examine the
7 fiscal health of counties. The study shall address spending and
8 revenues, as well as the demographic, geographic, social, economic, and
9 other factors contributing to or causing financial distress. The study
10 shall also examine the financial efficiencies, cost savings, and
11 improved levels of service that may be gained by authorizing noncharter
12 counties greater flexibility in altering their forms of governance,
13 including consolidating or merging constitutional or statutory
14 functions or structures.

15 (b) The department of community, trade, and economic development
16 may contract or consult with any agency, organization, or other public
17 or private entity as it deems necessary in order to complete the study
18 required under this section. The study may contain options and actions
19 for consideration by the governor and the legislature, but at minimum
20 shall recommend the changes to constitutional and statutory law
21 necessary to provide counties with the legal authority required to
22 implement the changes in governmental structures and functions needed
23 to promote optimum financial efficiency and improved services. The
24 study shall be transmitted to the appropriate committees of the
25 legislature and the governor by December 1, 2007.

26 ~~((+51+))~~ (47) \$2,136,000 of the general fund--state appropriation
27 for fiscal year 2008 and \$2,136,000 of the general fund--state
28 appropriation for fiscal year 2009 are provided solely for the
29 operation and expense of the "closing the achievement gap-flight
30 program" of the Seattle public schools during the 2007-09 biennium.
31 The funds will be used in support of a collaboration model between the
32 Seattle public schools and the community. The primary intent for this
33 program is to close the academic achievement gap for students of color
34 and students in poverty by promoting parent and family involvement and
35 enhancing the social-emotional and the academic support for students.
36 By June 30, 2009, the Seattle public schools will provide and
37 evaluation of the impact of the activities funded on class size,

1 graduation rates, student attendance, student achievement, and closing
2 the achievement gap.

3 ~~((+52))~~ (48) \$1,000,000 of the general fund--state appropriation
4 for fiscal year 2008 and \$1,000,000 of the general fund--state
5 appropriation for fiscal year 2009 are provided solely for crime victim
6 service centers.

7 ~~((+53))~~ (49) \$41,000 of the general fund--state appropriation for
8 fiscal year 2008 and \$36,000 of the general fund--state appropriation
9 for fiscal year 2009 are provided solely for House Bill No. 1038
10 (electric transmission lines). If the bill is not enacted by June 30,
11 2007, the amount provided in this subsection shall lapse.

12 ~~((+54))~~ (50) \$1,000,000 of the independent youth housing account
13 is provided for Second Substitute House Bill No. 1922 (youth housing
14 program). If the bill is not enacted by June 30, 2007, the amount
15 provided in this subsection shall lapse.

16 ~~((+55))~~ (51) \$227,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$127,000 of the general fund--state appropriation
18 for fiscal year ~~((2008))~~ 2009 are provided solely for Second Substitute
19 House Bill No. 1636 (development rights). If the bill is not enacted
20 by June 30, 2007, the amounts provided in this subsection shall lapse.

21 ~~((+56))~~ (52) \$35,000 of the general fund--state appropriation for
22 fiscal year 2008 is provided solely for Substitute House Bill No. 1037
23 (electrical transmission). If the bill is not enacted by June 30,
24 2007, the amount provided in this subsection shall lapse.

25 ~~((+57))~~ (53) \$131,000 of the general fund--state appropriation for
26 fiscal year 2008 ~~((and \$62,000 of the general fund--state appropriation
27 for fiscal year 2009 are))~~ is provided solely for Engrossed Second
28 Substitute House Bill No. 1705 (health sciences and services). ~~((If
29 the bill is not enacted by June 30, 2007, the amounts provided in this
30 subsection shall lapse.~~

31 ~~(+58))~~ (54) \$881,000 of the general fund--state appropriation for
32 fiscal year 2008 and \$882,000 of the general fund--state appropriation
33 for fiscal year 2009 are provided solely for the department to: (a)
34 Work with a statewide asset building coalition to design, implement,
35 and fund a public education and outreach campaign; and (b) initiate,
36 expand, and strengthen community-based asset building coalitions by
37 providing them with technical assistance and grants. The department
38 shall conduct an application process and select at least twelve sites

1 by October 31, 2007. Of the amounts provided in this subsection, no
2 more than 10 percent may be used by the department to administer the
3 technical assistance and grant program. The department shall report to
4 the appropriate committees of the legislature on the status of the
5 grant and technical assistance program by December 1, 2008.

6 ~~((+59+))~~ (55) \$15,200,000 of the affordable housing account--state
7 appropriation and \$16,200,000 of the home security fund account--state
8 appropriation are provided solely for Engrossed Second Substitute House
9 Bill No. 1359 (affordable housing). If the bill is not enacted by June
10 30, 2007, the amounts provided in this subsection shall lapse.

11 ~~((+60+))~~ (56) \$350,000 of the community preservation and
12 development authority account--state appropriation is provided solely
13 for Substitute Senate Bill No. 6156 (development authorities). If this
14 bill is not enacted by June 30, 2007, the amount provided in this
15 subsection shall lapse.

16 (57) \$1,800,000 of the general fund--state appropriation for fiscal
17 year 2009 is provided solely for distribution to community sexual
18 assault programs by the office of crime victims advocacy for the
19 purpose of enhancing services provided to child victims of sexual abuse
20 and their families. Enhanced services may include expanded hours of
21 medical and legal advocacy, expanded hours of therapy for the child
22 victim, increased support to nonoffending family members, and the
23 development of a standardized child-centered approach to service
24 delivery.

25 (58) \$750,000 of the public safety and education account
26 appropriation for fiscal year 2009 is provided solely to the office of
27 crime victims advocacy. These funds shall be contracted with the 39
28 county prosecuting attorneys' offices to support victim-witness
29 services. The funds must be prioritized to ensure a full-time victim-
30 witness coordinator in each county. The office may retain only the
31 amount currently allocated for this activity for administrative costs.

32 (59) \$75,000 of the public safety and education account
33 appropriation for fiscal year 2009 is provided solely for the update of
34 statewide sexual assault victim assistance protocols through a
35 coordinated effort led by the Washington coalition of sexual assault
36 programs.

37 (60) \$3,000,000 of the general fund--state appropriation for fiscal

1 year 2009 is provided solely for grants to establish community
2 transition coordination networks consistent with the provisions of
3 chapter 483, Laws of 2007 (offender recidivism).

4 (61) \$2,500,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for the transitional housing operating and
6 rent program.

7 (62) \$500,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for the Airway Heights wastewater
9 treatment plant and is contingent upon a capacity agreement with the
10 Kalispel tribe that precludes the need to build multiple wastewater
11 treatment facilities on the West Plains.

12 (63) \$110,000 of the general fund--state appropriation for fiscal
13 year 2009 is provided solely to provide assistance to the Chehalis
14 river flood reduction executive committee for flood mitigation in the
15 Chehalis river basin. The assistance shall include, but is not limited
16 to, planning, coordination, and technical assistance.

17 (64) \$1,000,000 of the general fund--state appropriation for fiscal
18 year 2009 is provided solely for the Washington New Americans program
19 to provide naturalization assistance for legal permanent residents who
20 are eligible to become citizens. The department shall conduct a
21 competitive process to contract with an entity to provide this
22 assistance, which shall include, but is not limited to: Curriculum
23 design, counseling, outreach to immigrant communities, application
24 processing and legal screening, and citizenship preparation services.
25 The state funding is contingent upon receipt, by the contractor(s) of
26 at least a twenty-five percent match of nonstate funding. The
27 department and the contractor(s) shall develop performance measures for
28 the program and within sixty days of the close of each fiscal year for
29 which state funding is provided, shall report to the governor and the
30 legislature on the outcome of the program and the performance measures.
31 The department may retain up to five percent of the funds provided in
32 this subsection to administer the competitive process and the contract.
33 It is the intent of the legislature that \$2,000,000 be provided in the
34 2009-11 fiscal biennium to conclude this program.

35 (65) \$40,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$40,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for distribution to the Island
38 county associate development organization and is contingent upon the

1 enactment of Substitute Senate Bill No. 6195 (definition of rural
2 county for economic development purposes). If the bill is not enacted
3 by June 30, 2008, the amounts provided in this subsection shall lapse.

4 (66) The department and the Washington state tourism commission
5 shall provide \$320,000 from the tourism enterprise account for the
6 following projects: \$120,000 for the regional visitor/media pavilion
7 at the 2010 Olympics in Vancouver, British Columbia and \$200,000 for
8 the Alaska-Yukon-Pacific exposition commemoration exhibits and
9 programs.

10 (67) \$250,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for a grant to the Lucy Lopez center for
12 "the good citizen" bilingual radio programming pilot project.

13 (68) \$360,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for implementation of Substitute Senate
15 Bill No. 5367 (Washington trade corps fellowships). If the bill is not
16 enacted by June 30, 2008, the amount provided in this subsection shall
17 lapse.

18 (69) \$500,000 of the general fund--state appropriation for fiscal
19 year 2009 and \$488,000 of the financial fraud and identity theft crimes
20 investigation and prosecution account are provided solely for
21 implementation of Senate Bill No. 6850 (financial fraud and identity
22 theft crimes). If the bill is not enacted by June 30, 2008, the
23 amounts provided in this subsection shall lapse.

24 (70) \$242,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for implementation of Engrossed Substitute
26 Senate Bill No. 6580 (climate change). If the bill is not enacted by
27 June 30, 2008, the amount provided in this subsection shall lapse.

28 (71) \$106,000 of the general fund--state appropriation for fiscal
29 year 2009 is provided solely for implementation of Engrossed Second
30 Substitute Senate Bill No. 6438 (high-speed internet). If the bill is
31 not enacted by June 30, 2008, the amount provided in this subsection
32 shall lapse.

33 (72) \$350,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for implementation of Second Substitute
35 Senate Bill No. 6483 (local farms, healthy kids). If the bill is not
36 enacted by June 30, 2008, the amount provided in this subsection shall
37 lapse.

1 (73) \$500,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for a grant to the pacific science center
3 to support the "Lucy of Laetoli" exhibit.

4 (74) \$100,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for a grant to the local organizing
6 committee of 2008 Skate America to support the international skating
7 union grand prix series at the Everett events center in October, 2008.

8 (75) \$250,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely to the department of community, trade, and
10 economic development to contract with the Seattle Storm basketball team
11 to provide community outreach to low-income youth and school athletic
12 programs throughout the state, including public service announcements,
13 player appearances at community events, informational materials for
14 fans at home games, providing free tickets to home games for low-income
15 and special needs youth, supporting school literacy, reading, health
16 and fitness programs for young people, and conducting sports clinics.
17 By June 30, 2009, the department shall submit to the appropriate
18 committees of the legislature a report describing the outcome of these
19 efforts.

20 (76) \$10,000 of the general fund--state appropriation for fiscal
21 year 2008 is provided solely for a grant for the national guard western
22 division bass tournament.

23 (77) \$225,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for development of the Lewis county
25 watershed planning and economic development demonstration project. The
26 purpose of the project is to identify lands and resources suitable for
27 economic development within Lewis county and outside of the floodplains
28 of Chehalis and Cowlitz river watersheds. It is the intent of the
29 legislature that \$725,000 to complete this project will be provided in
30 the 2009-11 fiscal biennium.

31 (a) Of this amount, the department shall provide \$75,000 each to
32 the department of fish and wildlife and the department of ecology to
33 develop a watershed characterization and to conduct a local habitat
34 assessment, develop recommendations, and provide technical assistance
35 in support of a demonstration watershed planning and economic
36 development project in Lewis county.

37 (b) \$75,000 of the amount provided in this subsection is provided
38 solely for a grant to Lewis county to fund development of a subarea

1 plan, consistent with the provisions of chapter 36.70A RCW, for rural
2 economic development that is based on the watershed characterization
3 and local habitat assessment funded in (a) of this subsection. The
4 department may retain no more than thirty percent for grant
5 administration and technical assistance.

6 (c) The subarea plan to be funded shall be developed by a broad-
7 based local stakeholder group with state agency technical assistance,
8 and shall include the following:

9 (i) Defined area or areas for future economic development outside
10 the 100-year floodplain. Areas planned for economic development
11 requiring urban levels of service must be designated on the land use
12 map as an urban growth area consistent with RCW 36.70A.110;

13 (ii) Defined area or areas of designated agricultural, forestry,
14 wildlife habitat, and other critical area lands;

15 (iii) Mechanisms to achieve long-term conservation of important
16 aquatic and terrestrial resources in the subarea;

17 (iv) Defined mitigation and restoration areas;

18 (v) Identification of capital facility improvements needed to
19 implement the plan, and a plan to finance such capital facilities
20 within projected funding capacities;

21 (vi) Discussion of the relationship between the plan and other
22 existing, adopted plans and regulations including but not limited to
23 county and city comprehensive plans, as appropriate, critical areas and
24 shoreline regulations, transportation, salmon recovery, watershed, and
25 water resource inventory area plans;

26 (vii) A plan for monitoring and adaptive management; and

27 (viii) Adoption by the local government affected as an amendment to
28 its comprehensive plan pursuant to chapter 36.70A RCW, after review and
29 recommendations on the plan by a broad-based local stakeholder group.

30 (78) \$21,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$54,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the department to conduct a
33 study of the provision of personal products (nonfoodstuffs) to low
34 income residents of Washington. These items include, but are not
35 limited to, hygiene products, cleaning supplies, and clothing. The
36 study shall include: (a) An assessment of current services, including
37 acquisition, donation, distribution, and delivery of personal products
38 to those in need; (b) compilation of information of similar programs in

1 other states; (c) identification and evaluation of options for
2 improving efficiency of current services and expansion of programs to
3 those not currently served; and (d) recommendations for consideration
4 in the 2009-11 fiscal biennium. The department shall assemble an
5 advisory group to guide the conduct of the study. The department shall
6 provide a report of the study findings to the governor and the
7 appropriate committees of the legislature by December 15, 2008.

8 (79) \$612,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely to implement Substitute Senate Bill No.
10 6510 (manufacturing extension services). \$75,000 of this amount shall
11 be to develop a rural manufacturer export outreach program in
12 collaboration with the small business export finance assistance center
13 and to contract with the center to provide outreach services to rural
14 manufacturing businesses in Washington to inform them of the importance
15 of, and opportunities in, international trade and to inform them of the
16 export assistance programs available to assist these businesses to
17 become exporters. If the bill is not enacted by June 30, 2008, the
18 amount provided in this subsection shall lapse.

19 (80) \$100,000 of the prostitution prevention and intervention
20 account--nonappropriated is for distribution as grants by the office of
21 crime victims advocacy.

22 **Sec. 120.** 2007 c 522 s 128 (uncodified) is amended to read as
23 follows:

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

25	General Fund--State Appropriation (FY 2008)	((\$608,000))
26		<u>\$726,000</u>
27	General Fund--State Appropriation (FY 2009)	((\$631,000))
28		<u>\$839,000</u>
29	TOTAL APPROPRIATION	((\$1,239,000))
30		<u>\$1,565,000</u>

31 The appropriations in this section are subject to the following
32 conditions and limitations: The economic and revenue forecast council,
33 in its quarterly revenue forecasts, shall forecast the total revenue
34 for the state general fund and near general fund, as those funds are
35 determined by the legislative evaluation and accountability program
36 committee.

1 (3) \$580,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$580,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to the association of Washington
4 cities and the Washington state association of counties for improving
5 project permitting and mitigation processes.

6 (4) \$320,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$320,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the office of regulatory
9 assistance to develop statewide multiagency permits for transportation
10 infrastructure and other projects that integrate local, state, and
11 federal permit requirements and mitigation standards.

12 (5) \$1,050,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$1,050,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely to implement Second Substitute
15 Senate Bill No. 5122 (regulatory assistance programs). If the bill is
16 not enacted by June 30, 2007, the amounts provided in this subsection
17 shall lapse.

18 (6) (~~(\$165,000)~~) \$190,000 of the general fund--state appropriation
19 for fiscal year 2008 and (~~(\$115,000)~~) \$90,000 of the general fund--
20 state appropriation for fiscal year 2009 are provided solely (~~for a~~
21 ~~study to develop~~) to implement chapter 139, Laws of 2007 (student
22 transportation funding) which requires development of two options for
23 a new K-12 pupil transportation funding formula. ((The office of
24 financial management shall contract with consultants with expertise in
25 both pupil transportation and K-12 finance formulas. The office of
26 financial management and the contractors shall consult with the
27 legislative fiscal committees and the office of the superintendent of
28 public instruction. The office of financial management shall submit a
29 final report to the governor, the house of representatives
30 appropriations committee, and senate ways and means committee by
31 November 15, 2008.))

32 (7) \$175,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$175,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely for financial assistance to local
35 government agencies in counties representing populations of fewer than
36 350,000 residents for the acquisition and development of streamlined
37 permitting technology infrastructure through an integrated business
38 portal approach. Grant awards may not exceed \$100,000 per local

1 government agency per fiscal year. The funding must be used to acquire
2 and implement permit tracking systems that can support and are
3 compatible with a multijurisdictional, integrated approach. Prior to
4 granting funds, the office of regulatory assistance shall ensure that
5 the proposed systems and technology are based on open-industry
6 standards, allow for future integration of processes and sharing of
7 data, and are extendable.

8 (8) (~~(\$810,000)~~) \$474,000 of the general fund--state appropriation
9 for fiscal year 2008 and (~~(\$495,000)~~) \$831,000 of the general fund--
10 state appropriation for fiscal year 2009 are provided solely for the
11 implementation of sections 50 through 57 (health resources strategy) of
12 Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
13 commission on health care). If the bill is not enacted by June 2007,
14 the amounts provided in this subsection shall lapse.

15 (9) \$300,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$54,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely to implement section 3 of
18 Substitute Senate Bill No. 5248 (preserving the viability of
19 agricultural lands). Funds are provided for a contract with the
20 Ruckelshaus center to examine conflicts between agriculture activities
21 and critical areas ordinances. If the bill is not enacted by June 30,
22 2007, the amounts provided in this subsection shall lapse.

23 (10) The education data center within the office of financial
24 management may convene a work group to assess the feasibility, costs,
25 and benefits of a higher education data system that uses privacy-
26 protected student-level data.

27 (11) \$250,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$250,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for the office of financial
30 management to identify approaches to addressing affordability and
31 quality of, and access to, health care services in Washington state,
32 including contracting for a public involvement effort that includes
33 conducting meetings in all congressional districts of the state and
34 providing other venues for participation, including a web site;
35 providing information to Washingtonians regarding affordability and
36 quality of, and access to, health care services in Washington state;
37 and presenting information and seeking public input regarding the
38 findings of the economic analysis of health care proposals completed

1 under sections 101(3) and 102(3) of this act. The results of the
2 public input process shall be reported to the governor and the
3 legislature on or before December 1, 2008.

4 (12) \$11,372,000 of the general fund--state appropriation for
5 fiscal year 2009 is provided solely for the development and
6 implementation of the Washington assessment of student learning (WASL)
7 and related activities and is in addition to the funding amounts
8 provided in section 511 of this act. The funding provided in this
9 subsection is subject to the following conditions and limitations: The
10 office of financial management shall develop an interagency agreement
11 with the office of the superintendent of public instruction for the
12 expenditure of these funds based on a quarterly allotment schedule.
13 Before releasing funds to the office of the superintendent of public
14 instruction each quarter, the office of financial management shall
15 ensure compliance with this subsection. Effective with the 2009
16 administration of the Washington assessment of student learning, while
17 maintaining the reliability and validity of the assessment, the office
18 of the superintendent of public instruction shall redesign the
19 assessment in the content areas of reading, mathematics, and science in
20 all grades except high school by shortening test administration,
21 reducing the number of short answer and extended response questions,
22 and potentially decreasing the number of items utilized in the
23 assessment, particularly in grades tested under the requirements of the
24 federal no child left behind act. In selecting and developing the new
25 contractual obligations for the assessment contractor beginning in
26 fiscal year 2009, the office of the superintendent of public
27 instruction shall preserve legislative authority to set the student
28 learning assessment policy and potentially make minor or significant
29 changes to that policy in the future with the least amount of adverse
30 fiscal and other impacts to the state as possible. In doing this, the
31 office of the superintendent of public instruction shall advise and
32 consult with the appropriate policy and fiscal committees of the
33 legislature and the Washington assessment of student learning work
34 group created in this subsection. Within the amounts appropriated in
35 this subsection, a legislative work group on the Washington assessment
36 of student learning is established. The work group will consist of a
37 maximum of nine members. Legislative members shall be appointed by the
38 president of the senate and the speaker of the house of representatives

1 and shall represent the two largest caucuses of both the senate and the
2 house of representatives. The purpose of this work group is to review
3 and evaluate the current assessment system by January 1, 2009, and
4 potentially make recommendations to improve it. Of the amount provided
5 in this section, \$150,000 is provided solely for costs associated with
6 hiring independent technical experts to advise the Washington
7 assessment of student learning work group created in this subsection.

8 **Sec. 122.** 2007 c 522 s 130 (uncodified) is amended to read as
9 follows:

10 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

11 Administrative Hearings Revolving Account--State
12 Appropriation ((\$33,037,000))
13 \$33,042,000

14 **Sec. 123.** 2007 c 522 s 131 (uncodified) is amended to read as
15 follows:

16 **FOR THE DEPARTMENT OF PERSONNEL**

17 General Fund--State Appropriation (FY 2008) \$132,000
18 General Fund--State Appropriation (FY 2009) \$64,000
19 Department of Personnel Service Account--State
20 Appropriation ((\$30,106,000))
21 \$23,910,000
22 Higher Education Personnel Services Account--State
23 Appropriation \$1,794,000
24 TOTAL APPROPRIATION ((\$31,900,000))
25 \$25,900,000

26 The appropriations in this section are subject to the following
27 conditions and limitations: The department shall coordinate with the
28 governor's office of Indian affairs on providing the government-to-
29 government training sessions for federal, state, local, and tribal
30 government employees. The training sessions shall cover tribal
31 historical perspectives, legal issues, tribal sovereignty, and tribal
32 governments. Costs of the training sessions shall be recouped through
33 a fee charged to the participants of each session. The department
34 shall be responsible for all of the administrative aspects of the
35 training, including the billing and collection of the fees for the
36 training.

1 House Bill No. 1649 (judges' past service credit purchases). If the
2 bill is not enacted by June 30, 2007, the amount provided in this
3 subsection shall lapse.

4 (4) \$33,000 of the department of retirement systems expense account
5 appropriation is provided solely to implement Substitute House Bill No.
6 1262 (plan 1 post retirement employment). If the bill is not enacted
7 by June 30, 2007, the amount provided in this subsection shall lapse.

8 (5) \$315,000 of the department of retirement systems expense
9 account appropriation is provided solely to implement Engrossed House
10 Bill No. 2391 (gainsharing revisions). If neither bill is enacted by
11 June 30, 2007, the amount provided in this subsection shall lapse.

12 (6) \$12,000 of the department of retirement systems expense
13 account--state appropriation is provided solely to implement Senate
14 Bill No. 5014 (contribution rates). If the bill is not enacted by June
15 30, 2007, the amount provided in this subsection shall lapse.

16 (7) \$17,000 of the department of retirement systems expense
17 account--state appropriation is provided solely to implement Senate
18 Bill No. 5175 (retirement annual increases). If the bill is not
19 enacted by June 30, 2007, the amount provided in this subsection shall
20 lapse.

21 (8) \$200,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$250,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to design a plan for the operation
24 of a universal voluntary retirement accounts program, and then seek
25 approval from the federal internal revenue service to offer the plan to
26 workers and employers in Washington on a tax qualified basis. Features
27 of Washington voluntary retirement accounts plan include a defined
28 contribution plan with a limited pre-selected menu of investment
29 options, administration by the department of retirement systems,
30 investment oversight by the state investment board, tax-deferred
31 payroll deductions, retirement account portability between jobs, and a
32 two-tier system with workplace based individual retirement accounts
33 open to all workers, and a deferred compensation 401(k)-type program or
34 SIMPLE IRA-type program open to all employers who choose to participate
35 for their employees. As part of this process, the director shall
36 consult with the department of financial institutions, the state
37 investment board, private sector retirement plan administrators and
38 providers and other relevant sectors of the financial services

1 industry, organizations promoting increased economic opportunities for
2 individuals, employers, workers, and any other individuals or entities
3 that the director determines relevant to the development of an
4 effective and efficient method for implementing and operating the
5 program. As part of this process, the director shall evaluate the most
6 efficient methods for providing this service and ways to avoid
7 competition with existing private sector vehicles. The director shall
8 undertake the legal and development work to determine how to implement
9 a universal voluntary retirement accounts program, managed through the
10 department of retirement systems directly or by contract. By December
11 1, 2008, the director shall report to the legislature on the program's
12 design and any required changes to state law that are necessary to
13 implement the program.

14 (9) \$148,000 of the department of retirement systems expense
15 account--state appropriation is provided solely for implementation of
16 Senate Bill No. 6655 (transferring public employees' retirement system
17 members to the school employees' retirement system). If the bill is
18 not enacted by June 30, 2008, the amount provided in this subsection
19 shall lapse.

20 (10) \$35,000 of the department of retirement systems expense
21 account--state appropriation is provided solely for implementation of
22 Senate Bill No. 6653 (allowing department of fish and wildlife
23 enforcement officers to transfer service credit). If the bill is not
24 enacted by June 30, 2008, the amount provided in this subsection shall
25 lapse.

26 (11) \$41,000 of the department of retirement systems expense
27 account--state appropriation is provided solely for implementation of
28 Senate Bill No. 6645 (interruptive military service credit in plans 2
29 and 3). If the bill is not enacted by June 30, 2008, the amount
30 provided in this subsection shall lapse.

31 (12) \$40,000 of the department of retirement systems expense
32 account--state appropriation is provided solely to hire a skilled
33 facilitator to mediate between stakeholders in order to identify and
34 document all outstanding issues related to the funding of retiree
35 medical benefits in the law enforcement officers' and firefighters'
36 retirement system plan 1 and for staff resources to be used to conduct
37 research in support of this effort. The stakeholder group shall
38 include representatives of retired members of the law enforcement

1 officers' and firefighters' retirement system plan 1, local government
2 employers, the department of retirement systems, and other groups as
3 deemed necessary by the director of the department of retirement
4 systems.

5 **Sec. 126.** 2007 c 522 s 136 (uncodified) is amended to read as
6 follows:

7 **FOR THE DEPARTMENT OF REVENUE**

8	General Fund--State Appropriation (FY 2008)	((\$97,793,000))
9		<u>\$98,160,000</u>
10	General Fund--State Appropriation (FY 2009)	((\$101,158,000))
11		<u>\$109,775,000</u>
12	Timber Tax Distribution Account--State	
13	Appropriation	\$5,846,000
14	Waste Reduction/Recycling/Litter Control--State	
15	Appropriation	\$130,000
16	Waste Tire Removal Account--State Appropriation	\$2,000
17	Real Estate Excise Tax Grant Account--State	
18	Appropriation	\$3,900,000
19	State Toxics Control Account--State Appropriation	\$88,000
20	Oil Spill Prevention Account--State Appropriation	\$16,000
21	Pension Funding Stabilization Account	
22	Appropriation	\$2,370,000
23	TOTAL APPROPRIATION	((\$211,303,000))
24		<u>\$220,287,000</u>

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

27 (1) \$95,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$71,000 of the general fund--state appropriation for
29 fiscal year 2009 are for the implementation of Substitute House Bill
30 No. 1002 (taxation of vessels). If the bill is not enacted by June 30,
31 2007, the amounts in this subsection shall lapse.

32 (2) \$31,000 of the general fund--state appropriation for fiscal
33 year 2008 is for the implementation of Substitute House Bill No. 1891
34 (prescription drugs). If the bill is not enacted by June 30, 2007, the
35 amount in this subsection shall lapse.

36 (3)(a) \$50,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to conduct a study of the taxation
2 of electronically delivered products. The legislature recognizes that
3 chapter . . . (Engrossed Substitute House Bill No. 1981), Laws of 2007,
4 relates to specific types of electronically delivered products and does
5 not address the taxation of numerous other types of electronically
6 delivered products. Therefore, a policy question remains concerning
7 the sales and use taxation of other electronically delivered products.

8 (b)(i) To perform the study, the department of revenue shall be
9 assisted by a committee. The committee shall include four legislative
10 members appointed as follows:

11 (A) The president of the senate shall appoint one member from each
12 of the two largest caucuses of the senate; and

13 (B) The speaker of the house of representatives shall appoint one
14 member from each of the two largest caucuses of the house of
15 representatives.

16 (ii) The department of revenue shall appoint additional members
17 with balanced representation from different segments of government and
18 industry, and shall consider representation from the following areas:
19 Small and large businesses that generate, deliver, or use
20 electronically delivered products; financial institutions; insurers;
21 persons with expertise in tax law in an academic or private sector
22 setting; and persons experienced in working with computers and
23 electronically delivered products. The department of revenue shall
24 appoint additional members from the department with expertise in the
25 excise taxation of electronically delivered products.

26 (iii) The committee shall choose its chair from among its
27 membership.

28 (iv) The department and committee shall review the following
29 issues: The provision of explicit statutory definitions for
30 electronically delivered products; the current excise tax treatment of
31 electronically delivered products in the state of Washington and other
32 states as well as the tax treatment of these products under the
33 streamlined sales and use tax agreement; the administration, costs, and
34 potential recipients of the tax exemptions provided in chapter . . .
35 (Engrossed Substitute House Bill No. 1981), Laws of 2007; and
36 alternatives to the excise taxation of electronically delivered
37 products.

1 (v) Legislative members of the committee are reimbursed for travel
2 expenses in accordance with RCW 44.04.120. Nonlegislative members of
3 the committee, except those representing an employer or organization,
4 are entitled to be reimbursed for travel expenses in accordance with
5 RCW 43.03.050 and 43.03.060.

6 (c) The department shall report its preliminary findings and
7 recommendations to the appropriate fiscal committees of the legislature
8 by November 30, 2007. The department shall provide the final report of
9 its findings and recommendations to the appropriate fiscal committees
10 of the legislature by September 1, 2008.

11 (4) \$10,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$506,000 of the general fund--state appropriation for
13 fiscal year 2009 are for the implementation of Senate Bill No. 6949
14 (low-income homeowners deferral). If the bill is not enacted by June
15 30, 2008, the amounts provided in this subsection shall lapse.

16 (5) \$2,364,000 of the general fund--state appropriation for fiscal
17 year 2009 is for the implementation of Substitute Senate Bill No. 6809
18 (working families tax exemption). If the bill is not enacted by June
19 30, 2008, the amount provided in this subsection shall lapse.

20 (6) \$142,000 of the general fund--state appropriation for fiscal
21 year 2009 is for the implementation of Senate Bill No. 6912 (property
22 tax relief). If the bill is not enacted by June 30, 2008, the amount
23 provided in this subsection shall lapse.

24 **Sec. 127.** 2007 c 522 s 137 (uncodified) is amended to read as
25 follows:

26 **FOR THE STATE INVESTMENT BOARD**

27 State Investment Board Expense Account--State
28 Appropriation ((\$19,266,000))
29 \$24,468,000

30 The appropriation in this section is subject to the following
31 conditions and limitations:

32 (1) \$2,500,000 of the state investment board expense account--state
33 appropriation is provided solely for development of an investment data
34 warehouse. This funding is intended to replace existing funding from
35 nonbudgeted funds, with the intent that further expenditures for this
36 project be made only by appropriation.

1 department shall work with the office of financial management in order
 2 to end the practice of cross-subsidization between business lines
 3 within the general administration services account. State agency rates
 4 developed for the 2009-11 biennium must reflect the actual cost of
 5 services provided to state agencies pursuant to RCW 39.34.130 and
 6 federal rules. By August 31, 2008, the department shall submit to the
 7 office of financial management and the fiscal committees of the
 8 legislature balance sheets for each line of business that shall inform
 9 the basis for agency rate development for the forthcoming biennium.

10 (4) The department shall submit a report to the office of financial
 11 management and the fiscal committees of the legislature that responds
 12 to each of the state auditor's motor pool audit recommendations by
 13 August 31, 2008. This report shall consist of recommendations that
 14 have been adopted by the department, progress made towards achieving
 15 those recommendations not yet completed, and justification for why the
 16 department is unable to fulfill any of the recommendations in the
 17 report.

18 **Sec. 129.** 2007 c 522 s 142 (uncodified) is amended to read as
 19 follows:

20 **FOR THE DEPARTMENT OF INFORMATION SERVICES**

21	General Fund--State Appropriation (FY 2008)	((\$5,102,000))
22		<u>\$2,862,000</u>
23	General Fund--State Appropriation (FY 2009)	((\$2,088,000))
24		<u>\$4,773,000</u>
25	General Fund--Federal Appropriation	((\$700,000))
26		<u>\$1,920,000</u>
27	((Health Services Account--State Appropriation (FY 2008)	\$1,000,000
28	Health Services Account--State Appropriation (FY 2009)	\$1,000,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2008)	\$695,000
31	Public Safety and Education Account--State	
32	Appropriation (FY 2009)	\$705,000
33	Data Processing Revolving Account--State	
34	Appropriation	\$6,400,000
35	TOTAL APPROPRIATION	((\$17,690,000))
36		<u>\$17,355,000</u>

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

3 (1) \$2,340,000 of the general fund--state appropriation for fiscal
4 year ((2008)) 2009 is provided solely to connect eastern state hospital
5 to the integrated hospital information system, which is intended to
6 improve operations and allow greater interactions between the hospital
7 and community clinics, including electronic transmission of inpatient
8 data to outpatient clinics that will provide care following discharge.
9 Connection to this network will allow consultation with specialists and
10 provide access to training for staff. Prior to any purchase of goods
11 or services, a feasibility plan must be approved by the information
12 services board.

13 (2) \$1,250,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely to support the operations of the digital
15 learning commons.

16 (3) (~~(\$1,000,000 of the health services account appropriation for~~
17 ~~fiscal year 2008 and \$1,000,000 of the health services account~~
18 ~~appropriation for fiscal year 2009 are provided solely to conduct a~~
19 ~~pilot project to develop an emergency medical response health~~
20 ~~management record system. The department shall contract to provide~~
21 ~~health management record services, such as those developed with~~
22 ~~patients in Whatcom county, to provide integrated care management that~~
23 ~~are web services enabled. The record system developed by the pilot~~
24 ~~project will begin to provide services to emergency medical personnel~~
25 ~~within two years in at least King, Snohomish, Thurston, and Whatcom~~
26 ~~counties. The requirements of the pilot project contract shall require~~
27 ~~the initial development of specific evaluation criteria and a report on~~
28 ~~the performance of the system according to those criteria no later than~~
29 ~~June 30, 2009.~~

30 (+4)) \$1,012,000 of the general fund--state appropriation for
31 fiscal year 2008 and \$338,000 of the general fund--state appropriation
32 for fiscal year 2009 are provided solely for an evaluation of the
33 information technology infrastructure capacity for institutions
34 operated by the department of social and health services, department of
35 veterans affairs, and department of corrections. The evaluation will
36 detail the status of the participating institutions' infrastructure and
37 recommend an improvement strategy that includes the use of electronic

1 medical records. The department shall report back to the appropriate
2 committees of the legislature on its findings by January 1, 2009.

3 ~~((5))~~ (4) \$250,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$250,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for deposit into the data
6 processing revolving account.

7 (5) \$100,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$150,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the department to contract
10 with persons with expertise in both information technology systems and
11 public disclosure requirements to develop best practices to satisfy
12 public records disclosure requests for electronic records in an
13 electronic format so that agencies respond in a way that is consistent,
14 complete, timely, and cost effective.

15 (6) \$195,000 of the general fund--state appropriation for fiscal
16 year 2009 is provided solely for implementation of Engrossed Second
17 Substitute Senate Bill No. 6438 (coordinating the development of a
18 statewide high-speed internet deployment and adoption initiative). If
19 the bill is not enacted by June 30, 2008, the amount provided in this
20 subsection shall lapse.

21 **Sec. 130.** 2007 c 522 s 143 (uncodified) is amended to read as
22 follows:

23 **FOR THE INSURANCE COMMISSIONER**

24	General Fund--Federal Appropriation	\$1,574,000
25	Insurance Commissioners Regulatory Account--State	
26	Appropriation	((45,340,000))
27		<u>\$45,632,000</u>
28	TOTAL APPROPRIATION	((46,914,000))
29		<u>\$47,206,000</u>

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

32 (1) \$464,000 of the insurance commissioners regulatory account--
33 state appropriation is provided solely for implementation of Engrossed
34 Substitute Senate Bill No. 5717 (market conduct oversight). If the
35 bill is not enacted by June 30, 2007, the amount provided in this
36 subsection shall lapse.

1 (2) \$71,000 of the insurance commissioners regulatory account--
2 state appropriation is provided solely for the implementation of
3 section 17 (reduce health care administrative costs) in accordance with
4 Senate Bill No. 5930 (blue ribbon commission on health care). If the
5 section is not enacted by June 30, 2007, the amount provided in this
6 subsection shall lapse.

7 (3) \$45,000 of the insurance commissioners regulatory account--
8 state appropriation is provided solely for implementation of Substitute
9 Senate Bill No. 6765 (health insurance pool). If the bill is not
10 enacted by June 30, 2008, the amount provided in this subsection shall
11 lapse.

12 **Sec. 131.** 2007 c 522 s 147 (uncodified) is amended to read as
13 follows:

14 **FOR THE LIQUOR CONTROL BOARD**

15	General Fund--State Appropriation (FY 2008)	\$1,910,000
16	General Fund--State Appropriation (FY 2009)	\$1,953,000
17	Liquor Control Board Construction and Maintenance	
18	Account--State Appropriation	((\$8,517,000))
19		<u>\$13,430,000</u>
20	Liquor Revolving Account--State Appropriation	((\$195,858,000))
21		<u>\$197,019,000</u>
22	TOTAL APPROPRIATION	((\$208,238,000))
23		<u>\$214,312,000</u>

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

26 (1) \$91,000 of the liquor revolving account--state appropriation is
27 provided solely for the implementation of Engrossed Second Substitute
28 Senate Bill No. 5859 (retail liquor licenses). If the bill is not
29 enacted by June 30, 2007, the amount provided in this subsection shall
30 lapse.

31 (2) \$2,070,000 of the liquor revolving account--state appropriation
32 is provided solely for the liquor control board to operate an
33 additional 29 state stores on Sundays by September 1, 2007. The board
34 shall determine the impacts on sales as a result of operating the
35 additional stores on Sunday. In doing so, the liquor control board
36 shall also examine the sales of state and contract liquor stores in
37 proximity to those stores opened on Sundays to determine whether Sunday

1 openings have reduced the sales of other state and contract liquor
2 stores that are not open on Sundays. The board shall present this
3 information to the appropriate policy and fiscal committees of the
4 legislature by January 31, 2009.

5 **Sec. 132.** 2007 c 522 s 149 (uncodified) is amended to read as
6 follows:

7 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

8	General Fund--State Appropriation (FY 2008)	\$160,000
9	Public Service Revolving Account--State	
10	Appropriation	(\$31,403,000)
11		<u>\$31,407,000</u>
12	Pipeline Safety Account--State Appropriation	\$3,195,000
13	Pipeline Safety Account--Federal Appropriation	\$1,535,000
14	TOTAL APPROPRIATION	(\$36,293,000)
15		<u>\$36,297,000</u>

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

18 (1) In accordance with RCW 81.66.030, it is the policy of the state
19 of Washington that the costs of regulating the companies transporting
20 persons with special needs shall be borne by those companies. For each
21 company or class of companies covered by RCW 81.66.030, the commission
22 shall set fees at levels sufficient to fully cover the cost of
23 supervising and regulating the companies or classes of companies.
24 Pursuant to RCW 43.135.055, during the 2007-2009 fiscal biennium, the
25 commission may increase fees in excess of the fiscal growth factor if
26 the increases are necessary to fully fund the cost of supervision and
27 regulation.

28 (2) In accordance with RCW 81.70.350, it is the policy of the state
29 of Washington that the cost of regulating charter party carrier and
30 excursion service carriers shall be borne by those entities. For each
31 charter party carrier and excursion service carrier covered by RCW
32 81.70.350, the commission shall set fees at levels sufficient to fully
33 cover the cost of supervising and regulating such carriers. Pursuant
34 to RCW 43.135.055, during the 2007-2009 fiscal biennium, the commission
35 may increase fees in excess of the fiscal growth factor if the
36 increases are necessary to fully fund the cost of the program's
37 supervision and regulation.

1 (3) The general fund--state appropriation for fiscal year 2008 is
 2 provided solely to conduct a survey to identify factors preventing the
 3 widespread availability and use of broadband technologies. The survey
 4 must collect and interpret reliable geographic, demographic, cultural,
 5 and telecommunications technology information to identify broadband
 6 disparities in the state. The commission shall consult appropriate
 7 stakeholders in designing the survey. The names and identification
 8 data of any person, household, or business participating in the survey
 9 are exempt from public disclosure under chapter 42.56 RCW. The
 10 commission shall report its finding to the appropriate legislative
 11 committees by December 31, 2007.

12 **Sec. 133.** 2007 c 522 s 150 (uncodified) is amended to read as
 13 follows:

14 **FOR THE MILITARY DEPARTMENT**

15	General Fund--State Appropriation (FY 2008)	((\$11,439,000))
16		<u>\$12,394,000</u>
17	General Fund--State Appropriation (FY 2009)	((\$11,812,000))
18		<u>\$13,420,000</u>
19	General Fund--Federal Appropriation	((\$107,611,000))
20		<u>\$129,634,000</u>
21	General Fund--Private/Local Appropriation	\$2,000
22	Enhanced 911 Account--State Appropriation	((\$42,114,000))
23		<u>\$42,314,000</u>
24	Disaster Response Account--State Appropriation	((\$12,852,000))
25		<u>\$23,154,000</u>
26	Disaster Response Account--Federal Appropriation	((\$55,553,000))
27		<u>\$86,757,000</u>
28	Military Department Rent and Lease Account--State	
29	Appropriation	((\$374,000))
30		<u>\$814,000</u>
31	Worker and Community Right-to-Know Account--State	
32	Appropriation	\$341,000
33	Nisqually Earthquake Account--State Appropriation	\$556,000
34	Nisqually Earthquake Account--Federal Appropriation	\$1,269,000
35	TOTAL APPROPRIATION	((\$243,923,000))
36		<u>\$310,655,000</u>

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

3 (1) (~~(\$12,924,000)~~) \$27,852,000 of the disaster response account--
4 state appropriation and (~~(\$55,769,000)~~) \$100,553,000 of the disaster
5 response account--federal appropriation may be spent only on disasters
6 declared by the governor and with the approval of the office of
7 financial management. The military department shall submit a report
8 quarterly to the office of financial management and the legislative
9 fiscal committees detailing information on the disaster response
10 account, including: (a) The amount and type of deposits into the
11 account; (b) the current available fund balance as of the reporting
12 date; and (c) the projected fund balance at the end of the 2007-2009
13 biennium based on current revenue and expenditure patterns.

14 (2) \$556,000 of the Nisqually earthquake account--state
15 appropriation and \$1,269,000 of the Nisqually earthquake account--
16 federal appropriation are provided solely for response and recovery
17 costs associated with the February 28, 2001, earthquake. The military
18 department shall submit a report quarterly to the office of financial
19 management and the legislative fiscal committees detailing earthquake
20 recovery costs, including: (a) Estimates of total costs; (b)
21 incremental changes from the previous estimate; (c) actual
22 expenditures; (d) estimates of total remaining costs to be paid; and
23 (e) estimates of future payments by biennium. This information shall
24 be displayed by fund, by type of assistance, and by amount paid on
25 behalf of state agencies or local organizations. The military
26 department shall also submit a report quarterly to the office of
27 financial management and the legislative fiscal committees detailing
28 information on the Nisqually earthquake account, including: (a) The
29 amount and type of deposits into the account; (b) the current available
30 fund balance as of the reporting date; and (c) the projected fund
31 balance at the end of the 2007-2009 biennium based on current revenue
32 and expenditure patterns.

33 (3) \$61,000,000 of the general fund--federal appropriation is
34 provided solely for homeland security, subject to the following
35 conditions:

36 (a) Any communications equipment purchased by local jurisdictions
37 or state agencies shall be consistent with standards set by the
38 Washington state interoperability executive committee;

1 (b) This amount shall not be allotted until a spending plan is
2 reviewed by the governor's domestic security advisory group and
3 approved by the office of financial management;

4 (c) The department shall submit a quarterly report to the office of
5 financial management and the legislative fiscal committees detailing
6 the governor's domestic security advisory group recommendations;
7 homeland security revenues and expenditures, including estimates of
8 total federal funding for the state; incremental changes from the
9 previous estimate, planned and actual homeland security expenditures by
10 the state and local governments with this federal funding; and matching
11 or accompanying state or local expenditures; and

12 (d) The department shall submit a report by December 1st of each
13 year to the office of financial management and the legislative fiscal
14 committees detailing homeland security revenues and expenditures for
15 the previous fiscal year by county and legislative district.

16 (4) Within the funds appropriated in this section, the department
17 shall implement Substitute House Bill No. 1507 (uniformed service
18 shared leave).

19 (5) \$1,000,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$1,000,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the military department to
22 contract with the Washington information network 2-1-1 to operate a
23 statewide 2-1-1 system. The department shall provide the entire amount
24 for 2-1-1 and shall not take any of the funds for administrative
25 purposes.

26 (6) \$200,000 of the enhanced 911 account--state appropriation is
27 provided solely for the department to recommend an appropriate funding
28 mechanism for the implementation of next generation 911. The
29 department shall consult with the utilities and transportation
30 commission, the department of revenue, local governments, and
31 representatives from companies providing telecommunications services in
32 order to complete the report required under this subsection. The
33 department may also consult with other public safety and medical
34 associations in order to complete the study. The department shall
35 submit the report to the finance committee and the technology, energy,
36 and communications committee of the house of representatives, and the
37 ways and means committee and the water, energy, and telecommunications
38 committee of the senate, by December 1, 2008.

1 (WMIP), the department may combine and transfer such medicaid funds
2 appropriated under sections 204, 206, 208, and 209 of this act as may
3 be necessary to finance a unified health care plan for the WMIP program
4 enrollment. The WMIP pilot projects shall not exceed a daily
5 enrollment of (~~13,000~~) 6,000 persons, nor expand beyond one county,
6 during the 2007-2009 biennium. The amount of funding assigned to the
7 pilot projects from each program may not exceed the average per capita
8 cost assumed in this act for individuals covered by that program,
9 actuarially adjusted for the health condition of persons enrolled in
10 the pilot project, times the number of clients enrolled in the pilot
11 project. In implementing the WMIP pilot projects, the department may:
12 (a) Withhold from calculations of "available resources" as set forth in
13 RCW 71.24.025 a sum equal to the capitated rate for individuals
14 enrolled in the pilots; and (b) employ capitation financing and risk-
15 sharing arrangements in collaboration with health care service
16 contractors licensed by the office of the insurance commissioner and
17 qualified to participate in both the medicaid and medicare programs.
18 The department shall conduct an evaluation of the WMIP, measuring
19 changes in participant health outcomes, changes in patterns of service
20 utilization, participant satisfaction, participant access to services,
21 and the state fiscal impact.

22 (5)(a) The appropriations to the department of social and health
23 services in this act shall be expended for the programs and in the
24 amounts specified in this act. However, after May 1, 2008, unless
25 specifically prohibited by this act, the department may transfer
26 general fund--state appropriations for fiscal year 2008 among programs
27 after approval by the director of financial management. However, the
28 department shall not transfer state moneys that are provided solely for
29 a specified purpose except as expressly provided in (b) of this
30 subsection.

31 (b) To the extent that transfers under (a) of this subsection are
32 insufficient to fund actual expenditures in excess of fiscal year 2008
33 caseload forecasts and utilization assumptions in the medical
34 assistance, long-term care, foster care, adoption support, and child
35 support programs, the department may transfer state moneys that are
36 provided solely for a specified purpose. The department shall not
37 transfer funds, and the director of financial management shall not
38 approve the transfer, unless the transfer is consistent with the

1 objective of conserving, to the maximum extent possible, the
 2 expenditure of state funds. The director of financial management shall
 3 notify the appropriate fiscal committees of the senate and house of
 4 representatives in writing seven days prior to approving any allotment
 5 modifications or transfers under this subsection. The written
 6 notification shall include a narrative explanation and justification of
 7 the changes, along with expenditures and allotments by budget unit and
 8 appropriation, both before and after any allotment modifications or
 9 transfers.

10 **Sec. 202.** 2007 c 522 s 202 (uncodified) is amended to read as
 11 follows:

12 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
 13 **SERVICES PROGRAM**

14	General Fund--State Appropriation (FY 2008)	((\$313,898,000))
15		<u>\$315,648,000</u>
16	General Fund--State Appropriation (FY 2009)	((\$327,462,000))
17		<u>\$344,677,000</u>
18	General Fund--Federal Appropriation	((\$468,668,000))
19		<u>\$490,101,000</u>
20	General Fund--Private/Local Appropriation	((\$500,000))
21		<u>\$2,187,000</u>
22	Domestic Violence Prevention Account--State	
23	Appropriation	\$1,000,000
24	Public Safety and Education Account--State	
25	Appropriation (FY 2008)	\$3,251,000
26	Public Safety and Education Account--State	
27	Appropriation (FY 2009)	\$3,254,000
28	Violence Reduction and Drug Enforcement Account--State	
29	Appropriation (FY 2008)	\$2,934,000
30	Violence Reduction and Drug Enforcement Account--State	
31	Appropriation (FY 2009)	\$2,934,000
32	Pension Funding Stabilization Account--State	
33	Appropriation	\$2,298,000
34	TOTAL APPROPRIATION	((\$1,126,199,000))
35		<u>\$1,168,284,000</u>

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

1 (1) \$3,063,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$3,063,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the category of services
4 titled "intensive family preservation services."

5 (2) \$945,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$993,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to contract for the operation of
8 one pediatric interim care facility. The facility shall provide
9 residential care for up to seventeen children through two years of age.
10 Seventy-five percent of the children served by the facility must be in
11 need of special care as a result of substance abuse by their mothers.
12 The facility shall also provide on-site training to biological,
13 adoptive, or foster parents. The facility shall provide at least three
14 months of consultation and support to parents accepting placement of
15 children from the facility. The facility may recruit new and current
16 foster and adoptive parents for infants served by the facility. The
17 department shall not require case management as a condition of the
18 contract.

19 (3) \$375,000 of the general fund--state appropriation for fiscal
20 year 2008, \$375,000 of the general fund--state appropriation for fiscal
21 year 2009, and \$322,000 of the general fund--federal appropriation are
22 provided solely for up to three nonfacility-based programs for the
23 training, consultation, support, and recruitment of biological, foster,
24 and adoptive parents of children through age three in need of special
25 care as a result of substance abuse by their mothers, except that each
26 program may serve up to three medically fragile nonsubstance-abuse-
27 affected children. In selecting nonfacility-based programs, preference
28 shall be given to programs whose federal or private funding sources
29 have expired or that have successfully performed under the existing
30 pediatric interim care program.

31 (4) \$125,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$125,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for a foster parent retention
34 program. This program is directed at foster parents caring for
35 children who act out sexually.

36 (5) The providers for the 31 HOPE beds shall be paid a (~~(\$1,000)~~)
37 \$1,020 base payment per bed per month, and reimbursed for the remainder
38 of the bed cost only when the beds are occupied.

1 (6) Within amounts provided for the foster care and adoption
2 support programs, the department shall control reimbursement decisions
3 for foster care and adoption support cases such that the aggregate
4 average cost per case for foster care and for adoption support does not
5 exceed the amounts assumed in the projected caseload expenditures.

6 (7) Within amounts appropriated in this section, priority shall be
7 given to proven intervention models, including evidence-based
8 prevention and early intervention programs identified by the Washington
9 state institute for public policy and the department. The department
10 shall include information on the number, type, and outcomes of the
11 evidence-based programs being implemented in its reports on child
12 welfare reform efforts.

13 (8) \$500,000 of the general fund--state appropriation for fiscal
14 year 2008, \$500,000 of the general fund--state appropriation for fiscal
15 year 2009, and \$429,000 of the general fund--federal appropriation are
16 provided solely to increase services provided through children's
17 advocacy centers.

18 (9) \$50,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$50,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for a street youth program in
21 Spokane.

22 (10) \$41,000 of the general fund--state appropriation for fiscal
23 year 2008, (~~(\$49,000)~~) \$37,000 of the general fund--state appropriation
24 for fiscal year 2009, and (~~(\$41,000)~~) \$34,000 of the general fund--
25 federal appropriation are provided solely for the implementation of
26 Substitute House Bill No. 1472 (child welfare). (~~(If the bill is not~~
27 ~~enacted by June 30, 2007, the amounts provided in this subsection shall~~
28 ~~lapse.)~~)

29 (11) \$858,000 of the general fund--state appropriation for fiscal
30 year 2008, \$809,000 of the general fund--state appropriation for fiscal
31 year 2009, and \$715,000 of the general fund--federal appropriation are
32 provided solely to implement Engrossed Substitute Senate Bill No. 5774
33 (background checks), including sections 6 and 7. If the bill is not
34 enacted by June 30, 2007, the amounts provided in this subsection shall
35 lapse.

36 (12) \$4,962,000 of the general fund--state appropriation for fiscal
37 year 2008, \$4,586,000 of the general fund--state appropriation for

1 fiscal year 2009, and \$9,548,000 of the general fund--federal
2 appropriation are provided solely for development and implementation of
3 a statewide automated child welfare information system.

4 (13) \$126,000 of the general fund--state appropriation for fiscal
5 year 2009 and \$55,000 of the general fund--federal appropriation are
6 provided solely to implement Substitute Senate Bill No. 5321 (child
7 welfare). If the bill is not enacted by June 30, 2007, the amounts
8 provided in this subsection shall lapse.

9 (14) \$707,000 of the general fund--state appropriation for fiscal
10 year 2008, \$680,000 of the general fund--state appropriation for fiscal
11 year 2009, and \$594,000 of the general fund--federal appropriation are
12 provided solely for the implementation of Second Substitute House Bill
13 No. 1334 (child welfare proceedings). If the bill is not enacted by
14 June 30, 2007, the amounts provided in this subsection shall lapse.

15 (15) \$2,237,000 of the general fund--state appropriation for fiscal
16 year 2008, \$2,238,000 of the general fund--state appropriation for
17 fiscal year 2009, and \$1,918,000 of the general fund--federal
18 appropriation are provided solely for the implementation of Substitute
19 House Bill No. 1333 (child welfare). If the bill is not enacted by
20 June 30, 2007, the amounts provided in this subsection shall lapse.

21 (16) \$137,000 of the general fund--state appropriation for fiscal
22 year 2008, \$137,000 of the general fund--state appropriation for fiscal
23 year 2009, and \$118,000 of the general fund--federal appropriation are
24 provided solely for implementation of Substitute House Bill No. 1287
25 (foster children). If the bill is not enacted by June 30, 2007, the
26 amounts provided in this subsection shall lapse.

27 (17) \$50,000 of the general fund--state appropriation for fiscal
28 year 2008 is provided solely for the department to contract with the
29 Washington state institute for public policy to study evidence-based,
30 cost-effective programs and policies to reduce the likelihood of
31 children entering and remaining in the child welfare system, including
32 both prevention and intervention programs. If the department does not
33 receive \$100,000 in matching funds from a private organization for the
34 purpose of conducting this study, the amount provided in this
35 subsection shall lapse. The study shall be completed by April 30,
36 2008. The department shall cooperate with the institute in
37 facilitating access to data in their administrative systems. The board

1 of the Washington state institute for public policy may adjust the due
2 date for this project as necessary to efficiently manage workload.

3 (18) \$103,000 of the general fund--state appropriation for fiscal
4 year 2008, (~~(\$98,000)~~) \$407,000 of the general fund--state
5 appropriation for fiscal year 2009, and (~~(\$201,000)~~) \$48,000 of the
6 general fund--federal appropriation are provided solely for
7 implementation of Engrossed Substitute House Bill No. 1131 (passport to
8 college). This includes funding to develop, implement, and administer
9 a program of educational transition planning for youth in foster care
10 as specified in the bill. If the bill is not enacted by June 30, 2007,
11 the amounts provided in this subsection shall lapse.

12 (19) The department shall continue spending levels for continuum of
13 care in region one at the same level allotted during the 2005-2007
14 biennium.

15 (20) Within the amounts provided, the department shall develop and
16 implement a two-tiered reimbursement rate schedule for children from
17 birth through twenty-four months of age and children twenty-five months
18 of age through age five served by the medicaid treatment child care
19 program. The department shall work in collaboration with contracted
20 providers of the program to develop the rate schedule, taking into
21 consideration such factors as higher staff level and small group size
22 requirements for each age group. The department shall implement the
23 rate schedule no later than January 1, 2008, and neither reimbursement
24 rate in the two-tiered schedule shall be lower than the reimbursement
25 rate level from the 2007 fiscal year.

26 (21) \$60,000 of the general fund--state appropriation for fiscal
27 year 2008, \$20,000 of the general fund--state appropriation for fiscal
28 year 2009, and \$35,000 of the general fund--federal appropriation are
29 provided solely for implementation of Engrossed Substitute House Bill
30 No. 1624 (child welfare). If the bill is not enacted by June 30, 2007,
31 the amounts provided in this subsection shall lapse.

32 (22) \$49,000 of the general fund--state appropriation for fiscal
33 year 2008, \$24,000 of the general fund--state appropriation for fiscal
34 year 2009, and \$35,000 of the general fund--federal appropriation are
35 provided solely for the implementation of chapter 384, Laws of 2007.

36 (23) The department shall work with the exclusive bargaining
37 representative for the children's administration social workers to
38 prioritize social worker tasks and devise methods by which to alleviate

1 from the social workers' workload lower priority tasks. Discussions on
2 methods shall include the use of contracting services and home support
3 specialists. The department and the bargaining representative shall
4 jointly report their efforts to the appropriate committees of the
5 legislature by submitting a progress report no later than July 1, 2008,
6 and a final report by November 15, 2008.

7 (24) \$10,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for the department to contract with the
9 largest nonprofit organization in the state conducting education and
10 outreach on RCW 13.34.360, the safety of newborn children law.

11 (25) \$616,000 of the general fund--state appropriation for fiscal
12 year 2009 and \$184,000 of the general fund--federal appropriation are
13 provided solely to contract with medical professionals for
14 comprehensive safety assessments of high-risk families. The safety
15 assessments will use validated assessment tools to guide intervention
16 decisions through the identification of additional safety and risk
17 factors. \$400,000 of this amount is for comprehensive safety
18 assessments for families receiving in-home child protective services or
19 family voluntary services. \$400,000 of this amount is for
20 comprehensive safety assessments of families with an infant age birth
21 to fifteen days where the infant was, at birth, diagnosed as substance
22 exposed and the department received an intake referral related to the
23 infant due to the substance exposure.

24 (26) \$1,000,000 of the general fund--state appropriation for fiscal
25 year 2009 is provided solely for implementation of Second Substitute
26 Senate Bill No. 6479 (reactive attachment disorder). If the bill is
27 not enacted by June 30, 2008, the amount provided in this subsection
28 shall lapse.

29 (27) \$1,100,000 of the general fund--state appropriation for fiscal
30 year 2009 and \$347,000 of the general fund--federal appropriation are
31 provided solely for the hiring of twenty home support specialists, and
32 respective supervisory and support staff, to be concentrated in
33 counties experiencing an increase in dependency filings above the state
34 average. Starting July 1, 2009, the home support specialists shall be
35 allocated to the following field offices: Three to Bellingham, two to
36 Shelton, eight to Spokane, two to Aberdeen, and five to Tacoma. It is
37 the intent of the legislature for these specialists to be placed in
38 addition to current staff and staff being hired under the department's

1 phase-in of social workers provided in the 2007-09 biennial budget.
2 The department shall not use the staff provided in this subsection to
3 supplant existing staff or staff to be phased in according to the 2007-
4 09 biennial budget. The department shall track the following data
5 monthly within each of the field offices receiving the additional
6 support specialists: (a) Number of case-carrying social workers; (b)
7 number of case-carrying home support specialists; (c) date of hires of
8 social workers and home support specialists; (d) number of families
9 receiving services, where no petition for dependency, at risk youth,
10 child in need of services, or truancy has been filed; and (e) number of
11 families receiving services where a dependency petition has been filed.
12 For a minimum of 10 days in February 2009, the department shall use the
13 workload study tool to measure the social worker workload in these five
14 field offices and compare the results to the February 2007 data. The
15 department shall provide the data and its findings to the appropriate
16 committees of the legislature, with a preliminary report by December
17 15, 2008, and a final report by June 15, 2009.

18 (28) \$185,000 of the general fund--state appropriation for fiscal
19 year 2009 and \$74,000 of the general fund--federal appropriation are
20 provided solely for the department to implement Substitute Senate Bill
21 No. 6206 (child safety). If the bill is not enacted by June 30, 2008,
22 the amounts provided in this subsection shall lapse.

23 (29) \$200,000 of the general fund--state appropriation for fiscal
24 year 2009 and \$68,000 of the general fund--federal appropriation are
25 provided solely to target additional social workers, categories 1 and
26 2, to understaffed offices in region 3 for the purpose of reducing
27 social worker caseloads and improving the well-being of children and
28 families served by the department. It is the intent of the legislature
29 for these social workers be in addition to current staff and staff
30 being hired under the department's phase-in of social workers provided
31 in the 2007-09 biennial budget. The department shall not use the staff
32 provided in this subsection to supplant existing staff or staff to be
33 phased-in according to the 2007-09 biennial budget. The department
34 shall report to the legislature on the dates of hire and the offices
35 where the additional social workers were placed.

36 **Sec. 203.** 2007 c 522 s 203 (uncodified) is amended to read as
37 follows:

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

3	General Fund--State Appropriation (FY 2008)	((\$87,795,000))
4		<u>\$87,822,000</u>
5	General Fund--State Appropriation (FY 2009)	((\$91,182,000))
6		<u>\$91,000,000</u>
7	General Fund--Federal Appropriation	((\$5,799,000))
8		<u>\$5,682,000</u>
9	General Fund--Private/Local Appropriation	((\$1,098,000))
10		<u>\$1,898,000</u>
11	Reinvesting in Youth--State Appropriation	\$1,414,000
12	Washington Auto Theft Prevention Authority Account--	
13	State Appropriation	\$171,000
14	Violence Reduction and Drug Enforcement Account--State	
15	Appropriation (FY 2008)	((\$21,458,000))
16		<u>\$21,975,000</u>
17	Violence Reduction and Drug Enforcement Account--State	
18	Appropriation (FY 2009)	((\$21,568,000))
19		<u>\$22,085,000</u>
20	Juvenile Accountability Incentive Account--Federal	
21	Appropriation	\$2,510,000
22	Pension Funding Stabilization Account--State	
23	Appropriation	\$2,200,000
24	TOTAL APPROPRIATION	((\$235,195,000))
25		<u>\$236,757,000</u>

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

28 (1) \$353,000 of the violence reduction and drug enforcement account
29 appropriation for fiscal year 2008 and \$353,000 of the violence
30 reduction and drug enforcement account appropriation for fiscal year
31 2009 are provided solely for deposit in the county criminal justice
32 assistance account for costs to the criminal justice system associated
33 with the implementation of chapter 338, Laws of 1997 (juvenile code
34 revisions). The amounts provided in this subsection are intended to
35 provide funding for county adult court costs associated with the
36 implementation of chapter 338, Laws of 1997 and shall be distributed in
37 accordance with RCW 82.14.310.

1 (2) \$3,078,000 of the violence reduction and drug enforcement
2 account appropriation and \$500,000 of the general fund--state
3 appropriation for fiscal year 2008 and \$3,078,000 of the violence
4 reduction and drug enforcement account appropriation and \$500,000 of
5 the general fund--state appropriation for fiscal year 2009 are provided
6 solely for the implementation of chapter 338, Laws of 1997 (juvenile
7 code revisions). The amounts provided in this subsection are intended
8 to provide funding for county impacts associated with the
9 implementation of chapter 338, Laws of 1997 and shall be distributed to
10 counties as prescribed in the current consolidated juvenile services
11 (CJS) formula.

12 (3) \$1,030,000 of the general fund--state appropriation and
13 \$2,686,000 of the violence reduction and drug enforcement account
14 appropriation for fiscal year 2008 and \$1,030,000 of the general fund--
15 state appropriation and \$2,686,000 of the violence reduction and drug
16 enforcement account appropriation for fiscal year 2009 are provided
17 solely to implement community juvenile accountability grants pursuant
18 to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided
19 in this subsection may be used solely for community juvenile
20 accountability grants, administration of the grants, and evaluations of
21 programs funded by the grants.

22 (4) \$1,506,000 of the violence reduction and drug enforcement
23 account appropriation for fiscal year 2008 and \$1,506,000 of the
24 violence reduction and drug enforcement account appropriation for
25 fiscal year 2009 are provided solely to implement alcohol and substance
26 abuse treatment programs for locally committed offenders. The juvenile
27 rehabilitation administration shall award these moneys on a competitive
28 basis to counties that submitted a plan for the provision of services
29 approved by the division of alcohol and substance abuse. The juvenile
30 rehabilitation administration shall develop criteria for evaluation of
31 plans submitted and a timeline for awarding funding and shall assist
32 counties in creating and submitting plans for evaluation.

33 (5) \$2,669,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$3,066,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for grants to county juvenile
36 courts for the following programs identified by the Washington state
37 institute for public policy (institute) in its October 2006 report:
38 "Evidence-Based Public Policy Options to Reduce Future Prison

1 Construction, Criminal Justice Costs and Crime Rates": Functional
2 family therapy, multi-systemic therapy, aggression replacement training
3 and interagency coordination programs or other programs with a positive
4 benefit-cost finding in the institute's report. County juvenile courts
5 shall apply to the juvenile rehabilitation administration for funding
6 for program-specific participation and the administration shall provide
7 grants to the courts consistent with the per-participant treatment
8 costs identified by the institute.

9 (6) \$1,287,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$1,287,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for expansion of the following
12 treatments and therapies in juvenile rehabilitation administration
13 programs identified by the Washington state institute for public policy
14 in its October 2006 report: "Evidence-Based Public Policy Options to
15 Reduce Future Prison Construction, Criminal Justice Costs and Crime
16 Rates": Multidimensional treatment foster care, family integrated
17 transitions and aggression replacement training. The administration
18 may concentrate delivery of these treatments and therapies at a limited
19 number of programs to deliver the treatments in a cost-effective
20 manner.

21 (7) The juvenile rehabilitation administration shall provide a
22 block grant, rather than categorical funding, of consolidated juvenile
23 services funds, community juvenile accountability act grants, the
24 chemically dependent disposition alternative, and the special sex
25 offender disposition to county juvenile courts, or groups of courts,
26 including the Pierce county juvenile court. The juvenile
27 rehabilitation administration and the family policy council shall
28 jointly write criteria for awarding and administering block grants to
29 county juvenile courts. In developing the criteria, the juvenile
30 rehabilitation administration and the family policy council shall seek
31 the advice of the Washington state institute for public policy. The
32 criteria shall address, but not be limited to:

- 33 (a) The selection of courts for participation in the block grant;
34 (b) The types of evidence-based programs and practices to which the
35 funds will be applied. The evidence-based programs and practices shall
36 either be consistent with those cost-beneficial options identified by
37 the Washington state institute for public policy in its October 2006
38 report: "Evidence-Based Public Policy Options to Reduce Future Prison

1 Construction, Criminal Justice Costs and Crime Rates," or be new
2 approaches that have the potential to demonstrate positive returns for
3 the taxpayer; and

4 (c) The protocols for participating courts to collect information
5 on the effectiveness of programs funded under the block grant,
6 including: (i) Developing intermediate client outcomes based on the
7 risk assessment tool currently used by juvenile courts and in
8 coordination with the juvenile rehabilitation administration; (ii)
9 reporting treatment outcomes including a process evaluation to the
10 juvenile rehabilitation administration and the family policy council by
11 June 20, 2008, and an outcome evaluation of recidivism and benefit-cost
12 results submitted within eighteen months of the initiation of the
13 treatment, when follow-up data are available. The courts shall develop
14 these evaluations in consultation with the juvenile rehabilitation
15 administration, the family policy council, and the Washington state
16 institute for public policy; and (iii) documenting the process for
17 managing block grant funds on a quarterly basis and provide this report
18 to the juvenile rehabilitation administration and the family policy
19 council.

20 (8) \$73,000 of the Washington auto theft prevention authority
21 account--state appropriation for fiscal year 2008 and \$98,000 of the
22 Washington auto theft prevention authority account--state appropriation
23 for fiscal year 2009 are provided solely for the implementation of
24 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
25 bill is not enacted by June 30, 2007, the amounts provided in this
26 subsection shall lapse.

27 (9) \$200,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely to the juvenile rehabilitation
29 administration for the purpose of establishing a single county pilot
30 program to promote participation in offender programs for juveniles
31 under the jurisdiction of a county juvenile court or the department,
32 and their families. The pilot program shall provide incentives for
33 families for consenting to, and participating in good faith, in a
34 program recommended by the department as appropriate. The pilot
35 location as well as the structure, amount, and disbursement of
36 incentives shall be determined by the department in consultation with
37 the University of Washington school of medicine's department of
38 psychiatry and behavioral sciences division of public behavioral health

1 and justice and the evidence-based program model developers. To be
 2 eligible, a county must have imposed the sales and use tax authorized
 3 by RCW 82.14.460. The pilot program shall be limited to evidence-based
 4 programs identified by the Washington state institute for public policy
 5 in its October 2006 report: "Evidence-Based Public Policy Options to
 6 Reduce Future Prison Construction, Criminal Justice Costs and Crime
 7 Rates" which have been identified as having a positive benefit-cost
 8 ratio. The pilot program shall be operational by December 1, 2008.
 9 The department, in cooperation with the University of Washington, shall
 10 evaluate the results of the pilot program, including any reduction in
 11 recidivism for a juvenile participating in the pilot program and shall
 12 provide a preliminary report to the governor and the legislature on the
 13 results of the pilot program by December 1, 2010, and a final report by
 14 December 1, 2012.

15 **Sec. 204.** 2007 c 522 s 204 (uncodified) is amended to read as
 16 follows:

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

19 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

20 General Fund--State Appropriation (FY 2008)	((\$302,674,000))
	<u>\$305,382,000</u>
22 General Fund--State Appropriation (FY 2009)	((\$312,997,000))
	<u>\$332,548,000</u>
24 General Fund--Federal Appropriation	((\$380,003,000))
	<u>\$382,032,000</u>
26 General Fund--Private/Local Appropriation	((\$11,948,000))
	<u>\$16,686,000</u>
28 TOTAL APPROPRIATION	((\$1,007,622,000))
	<u>\$1,036,648,000</u>

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

32 (a) \$103,989,000 of the general fund--state appropriation for
 33 fiscal year 2008 and \$104,080,000 of the general fund--state
 34 appropriation for fiscal year 2009 are provided solely for persons and
 35 services not covered by the medicaid program. These funds shall be
 36 distributed proportionally to each regional support network's
 37 percentage of the total state population.

1 (b) \$16,900,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$16,900,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the department and regional
4 support networks to contract for development and initial implementation
5 of high-intensity program for active community treatment (PACT) teams,
6 and other proven program approaches that the department concurs will
7 enable the regional support network to achieve significant reductions
8 during fiscal year 2008 and thereafter in the number of beds the
9 regional support network would otherwise need to use at the state
10 hospitals.

11 (c) The number of nonforensic beds allocated for use by regional
12 support networks at eastern state hospital shall be 222 per day
13 throughout fiscal year 2008. Beginning January 1, 2009, the number of
14 nonforensic beds allocated for use by regional support networks at
15 eastern state hospital shall be 192 per day. The number of nonforensic
16 beds allocated for use by regional support networks at western state
17 hospital shall be 777 per day during the first and second quarters of
18 fiscal year 2008, and 677 per day from January 2008 through August
19 2008. Beginning September 2008, the number of nonforensic beds
20 allocated for use by regional support networks at western state
21 hospital shall be 647 per day until May 2009, at which time the bed
22 allocation shall be 617 beds per day. Beginning January 2008, beds in
23 the program for adaptive living skills (PALS) are not included in the
24 preceding bed allocations. Beginning that month, the department shall
25 separately charge regional support networks for persons served in the
26 PALS program (~~((and for use of state hospital beds for short term~~
27 ~~commitments))~~).

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

34 (~~((Within amounts appropriated in this subsection, the~~
35 ~~department shall contract with the Clark county regional support~~
36 ~~network for development and operation of a project demonstrating~~
37 ~~collaborative methods for providing intensive mental health services in~~
38 ~~the school setting for severely emotionally disturbed children who are~~

1 ~~medicaid eligible. Project services shall be delivered by teachers and~~
2 ~~teaching assistants who qualify as, or who are under the supervision~~
3 ~~of, mental health professionals meeting the requirements of chapter~~
4 ~~275-57 WAC. The department shall increase medicaid payments to the~~
5 ~~regional support network by the amount necessary to cover the necessary~~
6 ~~and allowable costs of the demonstration, not to exceed the upper~~
7 ~~payment limit specified for the regional support network in the~~
8 ~~department's medicaid waiver agreement with the federal government~~
9 ~~after meeting all other medicaid spending requirements assumed in this~~
10 ~~subsection. The regional support network shall provide the required~~
11 ~~nonfederal share of the increased medicaid payment provided for~~
12 ~~operation of this project.~~

13 ~~(f))~~ At least \$902,000 of the federal block grant funding
14 appropriated in this subsection shall be used for the continued
15 operation of the mentally ill offender pilot program.

16 ~~((g))~~ (f) \$5,000,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$5,000,000 of the general fund--state
18 appropriation for fiscal year 2009 are provided solely for mental
19 health services for mentally ill offenders while confined in a county
20 or city jail and for facilitating access to programs that offer mental
21 health services upon release from confinement. The department is
22 authorized to transfer up to \$418,000 of these amounts each fiscal year
23 to the economic services program for purposes of facilitating prompt
24 access after their release from confinement to medical and income
25 assistance services for which defendants and offenders may be eligible.

26 ~~((h))~~ (g) \$1,500,000 of the general fund--state appropriation for
27 fiscal year 2008 and \$1,500,000 of the general fund--state
28 appropriation for fiscal year 2009 are provided solely for grants for
29 innovative mental health service delivery projects. Such projects may
30 include, but are not limited to, clubhouse programs and projects for
31 integrated health care and behavioral health services for general
32 assistance recipients. These amounts shall supplement, and not
33 supplant, local or other funding currently being used for activities
34 funded under the projects authorized in this subsection.

35 ~~((i))~~ (h) The department is authorized to continue to expend
36 federal block grant funds and special purpose federal grants through
37 direct contracts, rather than through contracts with regional support

1 networks, and to allocate such funds through such formulas as it shall
2 adopt.

3 ~~((+j))~~ (i) The department is authorized to continue to contract
4 directly, rather than through contracts with regional support networks,
5 for children's long-term inpatient facility services.

6 ~~((+k))~~ (j) \$2,250,000 of the general fund--state appropriation for
7 fiscal year 2008, \$2,250,000 of the general fund--state appropriation
8 for fiscal year 2009, and \$4,500,000 of the general fund--federal
9 appropriation are provided solely for the continued operation of
10 community residential and support services for persons who are older
11 adults or who have co-occurring medical and behavioral disorders and
12 who have been discharged or diverted from a state psychiatric hospital.
13 These funds shall be used to serve individuals whose treatment needs
14 constitute substantial barriers to community placement, who no longer
15 require active psychiatric treatment at an inpatient hospital level of
16 care, and who no longer meet the criteria for inpatient involuntary
17 commitment. Coordination of these services will be done in partnership
18 between the mental health program and the aging and disability services
19 administration.

20 ~~((+l))~~ (k) \$750,000 of the general fund--state appropriation for
21 fiscal year 2008 and \$750,000 of the general fund--state appropriation
22 for fiscal year 2009 are provided solely to continue performance-based
23 incentive contracts to provide appropriate community support services
24 for individuals with severe mental illness who were discharged from the
25 state hospitals as part of the expanding community services initiative.
26 These funds will be used to enhance community residential and support
27 services provided by regional support networks through other state and
28 federal funding.

29 ~~((+m) \$2,979,000))~~ (l) \$2,981,000 of the general fund--state
30 appropriation for fiscal year 2008, ~~((+n) \$3,249,000))~~ \$3,248,000 of the
31 general fund--state appropriation for fiscal year 2009, and
32 ~~((+o) \$2,040,000))~~ \$2,016,000 of the general fund--federal appropriation
33 are provided solely to modify the department's proposed new payment
34 rates for medicaid inpatient psychiatric services. Under the
35 department's proposed rate system, effective August 1, 2007, each
36 hospital's inpatient psychiatric payment rate would have been set at a
37 percentage of that hospital's estimated per diem cost for psychiatric
38 inpatient care during the most recent rebasing year. Within the amount

1 provided in this subsection (1)(m), beginning August 1, 2007, each
2 hospital's inpatient psychiatric payment rate shall instead be set at
3 the greater of a percentage of: (i) The hospital's estimated per diem
4 cost for psychiatric inpatient care during the most recent rebasing
5 year; or (ii) the statewide average per diem cost for psychiatric
6 inpatient care during the most recent rebasing year, adjusted for
7 regional wage differences and for differences in medical education
8 costs. At least thirty days prior to implementing adjustments to
9 regional support network medicaid capitation rates and nonmedicaid
10 allocations to account for changes in psychiatric inpatient payment
11 rates, the department shall report on the proposed adjustments to the
12 appropriations committee of the house of representatives and the ways
13 and means committee of the senate.

14 ~~((n))~~ (m) \$6,267,000 of the general fund--state appropriation for
15 fiscal year 2008 and \$6,462,000 of the general fund--~~(federal)~~ state
16 appropriation for fiscal year 2009 are provided solely to increase
17 nonmedicaid psychiatric inpatient payment rates over fiscal year 2005
18 levels. It is expected that nonmedicaid rates will be set at
19 approximately 85 percent of each hospital's medicaid psychiatric
20 inpatient rate. At least thirty days prior to implementing adjustments
21 to regional support network medicaid capitation rates and nonmedicaid
22 allocations to account for changes in psychiatric inpatient payment
23 rates, the department shall report on the proposed adjustments to the
24 appropriations committee of the house of representatives and the ways
25 and means committee of the senate.

26 ~~((o) \$7,363,000)~~ (n) \$7,396,000 of the general fund--state
27 appropriation for fiscal year 2008, ~~((\$15,028,000))~~ \$15,146,000 of the
28 general fund--state appropriation for fiscal year 2009, and \$13,927,000
29 of the general fund--federal appropriation are provided solely to
30 increase regional support network medicaid capitation rates, or fee-
31 for-service rates paid instead of those capitation rates, and
32 nonmedicaid allocations by 3.0 percent effective July 1, 2007, and by
33 an additional 3.0 percent effective July 1, 2008. The federal portion
34 of these rate increases is contingent upon federal approval. (i) The
35 legislature intends and expects that regional support networks and
36 community mental health agencies will use at least 67 percent of the
37 amounts provided in this subsection (1)(o) to increase compensation for
38 direct care personnel above and beyond usual and customary wage

1 increases. To this end, regional support networks shall report to the
2 department by October 15, 2007, on planned uses of the rate increases
3 within their network area. The report shall describe the direct care
4 job classifications to which increases are to be provided; the number
5 of full-time equivalent personnel employed in each classification; the
6 annualized dollar and percentage increases to be provided each
7 classification; the annualized dollar value of the direct care
8 compensation increases provided, in total and as a percentage of the
9 total rate increase; and the number of personnel in each job
10 classification covered by a collective bargaining agreement. The
11 department shall summarize and analyze the regional plans, and report
12 findings, options, and recommendations to the legislature by December
13 1, 2007. (ii) Regional support networks shall maintain documentation
14 of how the rate increases have been applied. Such documentation shall
15 be subject to audit by the department. (iii) For purposes of this
16 subsection (1)(o), "direct care staff" means persons employed by
17 community mental health agencies whose primary responsibility is
18 providing direct treatment and support to people with mental illness,
19 or whose primary responsibility is providing direct support to such
20 staff in areas such as client scheduling, client intake, client
21 reception, client records-keeping, and facilities maintenance. In
22 agencies that provide both mental health and chemical dependency
23 services, nonmedicaid funds may also be used for compensation increases
24 for direct care staff whose primary responsibility is direct care and
25 treatment for people with chemical dependency problems.

26 ((~~p~~)) (o) \$2,021,000 of the general fund--state appropriation for
27 fiscal year 2008 and \$1,683,000 of the general fund--state
28 appropriation for fiscal year 2009 are provided solely for the
29 implementation of Substitute House Bill No. 1456 (mental health
30 professionals). If the bill is not enacted by June 30, 2007, the
31 amounts provided in this subsection shall lapse. For purposes of
32 organizing and delivering training as required by the bill, the
33 department may retain up to fifteen percent of the amount appropriated
34 for fiscal year 2008, and up to ten percent of the amount appropriated
35 for fiscal year 2009. The remainders shall be distributed to regional
36 support networks proportional to each network's percentage of the total
37 state population.

1 (p) \$3,031,000 of the general fund--state appropriation for fiscal
2 year 2009 and \$1,418,000 of the general fund--private/local
3 appropriation are provided solely to enable the department to contract
4 with Pierce county human services for the provision of community mental
5 health services to include crisis triage, evaluation and treatment, and
6 mobile crisis services. The legislature intends this to be one-time
7 funding while a replacement regional support network is being secured.
8 The department is authorized to reserve \$402,000 general fund--state
9 and \$201,000 general fund--local of these amounts for reasonable costs
10 incurred by Pierce county for the provision of mental health crisis and
11 related services that exceed reimbursement levels contracted by the
12 department. In order to receive these funds, Pierce county must
13 demonstrate to the department that the total cost of mental health
14 services provided by the county in accordance with formal agreements
15 has exceeded the revenues received from the department and third-party
16 payers for these services. The department shall determine the
17 documentation that is required.

18 (q) \$504,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$1,529,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely to reimburse Pierce and Spokane
21 counties for the cost of conducting 180-day commitment hearings at the
22 state psychiatric hospitals.

23 (r) \$750,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$1,500,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the Spokane regional support
26 network to implement a comprehensive plan for reducing its utilization
27 of eastern state hospital. Key elements of the plan, which shall be
28 developed and implemented in consultation with and with the assistance
29 of the department, may include but shall not be limited to development
30 of additional crisis triage, crisis stabilization, and evaluation and
31 treatment beds; provision of housing assistance for high-utilizers of
32 hospital and jail services who are at risk of homelessness;
33 implementation of an intensive outpatient treatment team for persons
34 with co-occurring disorders and other special needs; and delivery of
35 respite care to assist elderly individuals avoid or return home after
36 hospitalization.

37 (s) \$10,000,000 of the general fund--state appropriation for fiscal
38 year 2009 is provided solely for regional support networks to increase

1 and improve delivery of nonmedicaid services. These funds shall be
2 distributed to regional support networks other than Spokane
3 proportional to each network's share of total population among those
4 networks.

5 (t) \$400,000 of the general fund--private/local appropriation for
6 fiscal year 2008 is provided solely to assist nongovernmental mental
7 health agencies in Pierce county with start-up and other extraordinary
8 administrative costs required by the conversion from a capitated to a
9 unit fee-based service delivery and billing system.

10 (u) \$250,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for one-time grants for emergent financial
12 relief for clubhouses. In order to receive these funds, the clubhouse
13 must be able to demonstrate need to the department. The department
14 shall develop and implement a simplified application form. The
15 clubhouses shall provide financial documentation to the department as
16 requested to support their application. The amounts and quantity of
17 the individual grants shall be at the discretion of the department.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 2008)	((\$142,545,000))
20		<u>\$138,340,000</u>
21	General Fund--State Appropriation (FY 2009)	((\$139,286,000))
22		<u>\$137,104,000</u>
23	General Fund--Federal Appropriation	((\$146,401,000))
24		<u>\$146,188,000</u>
25	General Fund--Private/Local Appropriation	((\$57,064,000))
26		<u>\$66,986,000</u>
27	Pension Funding Stabilization Account--State	
28	Appropriation	\$7,058,000
29	TOTAL APPROPRIATION	((\$492,354,000))
30		<u>\$495,676,000</u>

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

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

37 (b) \$45,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$45,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for payment to the city of
2 Lakewood for police services provided by the city at western state
3 hospital and adjacent areas.

4 (c) \$18,575,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$9,675,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to operate on a temporary basis
7 five additional adult civil commitment wards at the state psychiatric
8 hospitals. The legislature intends for these wards to close, on a
9 phased basis, during the 2007-09 biennium as a result of targeted
10 investments in community services for persons who would otherwise need
11 care in the hospitals.

12 (d) \$125,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$125,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for safety training and for
15 protective equipment for staff at eastern and western state hospitals.
16 Protective equipment shall include shields, helmets, gloves, and body
17 protection.

18 (e) \$304,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$231,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for a community partnership
21 between western state hospital and the city of Lakewood to support
22 community policing efforts in the Lakewood community surrounding
23 western state hospital. The amounts provided in this subsection (2)(e)
24 are for the salaries, benefits, supplies, and equipment for one full-
25 time investigator, one full-time police officer, and one full-time
26 community service officer at the city of Lakewood.

27 (f) \$133,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$2,145,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely to phase in on a pilot basis
30 additional direct care staff at the state psychiatric hospitals. The
31 additional staff shall be deployed on selected wards in ways that are
32 expected to result in the greatest reductions in incidents of assault,
33 patient restraint, and seclusion. The department shall include in its
34 September 2009 report on staff safety an analysis of the extent to
35 which staff and patient safety have improved on targeted wards relative
36 to other parts of the hospitals.

37 (g) \$617,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$334,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to cover additional operating
2 costs related to the October 11, 2007, laundry fire at western state
3 hospital.

4 (3) SPECIAL PROJECTS

5	General Fund--State Appropriation (FY 2008)	((\$1,892,000))
6		<u>\$1,917,000</u>
7	General Fund--State Appropriation (FY 2009)	((\$2,192,000))
8		<u>\$2,239,000</u>
9	General Fund--Federal Appropriation	((\$3,195,000))
10		<u>\$3,198,000</u>
11	TOTAL APPROPRIATION	((\$7,279,000))
12		<u>\$7,354,000</u>

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

15 (a) \$877,000 of the general fund--state appropriation for fiscal
16 year 2008, \$1,189,000 of the general fund--state appropriation for
17 fiscal year 2009, and \$140,000 of the general fund--federal
18 appropriation are provided solely for implementation of sections 4, 7,
19 10, and other provisions of Second Substitute House Bill No. 1088
20 (children's mental health). If the bill is not enacted by June 30,
21 2007, the amounts provided in this subsection shall lapse. Funds are
22 also appropriated in sections 207 and 209 of this act for
23 implementation of 5, 8, and 11 of Second Substitute House Bill No.
24 1088.

25 (b) \$25,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$50,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for the Washington institute for
28 mental illness research and training to study whether and the extent to
29 which there is a greater concentration of people with severe and
30 persistent mental illness in counties proximate to state psychiatric
31 hospitals. The institute shall report its findings to the department
32 and the appropriate fiscal and policy committees of the legislature by
33 October 30, 2008. To the extent indicated, the department and the
34 regional support networks shall incorporate the results of the study
35 into revisions of the formula used to allocate state hospital beds
36 among the regional support networks.

37 (4) PROGRAM SUPPORT

1	General Fund--State Appropriation (FY 2008)	\$4,966,000
2	General Fund--State Appropriation (FY 2009)	(\$5,060,000)
3		<u>\$5,260,000</u>
4	General Fund--Federal Appropriation	(\$7,604,000)
5		<u>\$7,606,000</u>
6	TOTAL APPROPRIATION	(\$17,630,000)
7		<u>\$17,832,000</u>

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

10 (a) \$125,000 of the general fund--state appropriation for fiscal
11 year 2008, \$125,000 of the general fund--state appropriation for fiscal
12 year 2009, and \$164,000 of the general fund--federal appropriation are
13 provided solely for the institute for public policy to continue the
14 longitudinal analysis directed in chapter 334, Laws of 2001 (mental
15 health performance audit), to build upon the evaluation of the impacts
16 of chapter 214, Laws of 1999 (mentally ill offenders), and to assess
17 program outcomes and cost effectiveness of the children's mental health
18 pilot projects as required by chapter 372, Laws of 2006.

19 (b) \$200,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely to (i) implement those recommendations
21 from the 2006 joint stakeholder paperwork reduction project that are
22 permissible within federal and state law; and (ii) conduct a thorough
23 review of community mental health paperwork procedures and requirements
24 to identify opportunities for standardization and improved efficiency.
25 The department shall report progress on these efforts to the
26 appropriate policy and fiscal committees of the legislature by January
27 15, 2009.

28 **Sec. 205.** 2007 c 522 s 205 (uncodified) is amended to read as
29 follows:

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

32 (1) COMMUNITY SERVICES

33	General Fund--State Appropriation (FY 2008)	(\$346,600,000)
34		<u>\$349,244,000</u>
35	General Fund--State Appropriation (FY 2009)	(\$373,776,000)
36		<u>\$382,144,000</u>
37	General Fund--Federal Appropriation	(\$633,258,000)

1		<u>\$639,554,000</u>
2	Health Services Account--State Appropriation (FY 2008) . . .	\$452,000
3	Health Services Account--State Appropriation (FY 2009) . . .	\$452,000
4	TOTAL APPROPRIATION	((\$1,354,538,000))
5		<u>\$1,371,846,000</u>

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

8 (a) The entire health services account appropriation, \$615,000 of
9 the general fund--state appropriation for fiscal year 2008, \$892,000 of
10 the general fund--state appropriation for fiscal year 2009, and
11 \$2,546,011 of the general fund--federal appropriation are provided
12 solely for health care benefits for agency home care workers who are
13 employed through state contracts for at least twenty hours a week. The
14 state contribution to the cost of health care benefits per
15 participating worker per month shall be no greater than \$532.00 in
16 fiscal year 2008 and \$585.00 in fiscal year 2009.

17 (b) Individuals receiving family support or high school transition
18 payments as supplemental security income (SSI) state supplemental
19 payments shall not become eligible for medical assistance under RCW
20 74.09.510 due solely to the receipt of SSI state supplemental payments.

21 (c) \$4,903,000 of the general fund--state appropriation for fiscal
22 year 2008, \$9,295,000 of the general fund--state appropriation for
23 fiscal year 2009, and \$15,016,000 of the general fund--federal
24 appropriation are provided solely for community residential and support
25 services. Funding in this subsection shall be prioritized for (i)
26 residents of residential habilitation centers who are able to be
27 adequately cared for in community settings and who choose to live in
28 those community settings; (ii) clients without residential services who
29 are at immediate risk of institutionalization or in crisis; (iii)
30 children who are at risk of institutionalization or who are aging out
31 of other state services; and (iv) current home and community-based
32 waiver program clients who have been assessed as having an immediate
33 need for increased services. First priority shall be given to children
34 who are at risk of institutionalization. The department shall ensure
35 that the average cost per day for all program services other than
36 start-up costs shall not exceed \$300. In order to maximize the number
37 of clients served and ensure the cost-effectiveness of the waiver
38 programs, the department will strive to limit new client placement

1 expenditures to 90 percent of the budgeted daily rate. If this can be
2 accomplished, additional clients may be served with excess funds,
3 provided the total projected carry-forward expenditures do not exceed
4 the amounts estimated. The department shall electronically report to
5 the appropriate committees of the legislature, within 45 days following
6 each fiscal year quarter, the number of persons served with these
7 additional community services, where they were residing, what kinds of
8 services they were receiving prior to placement, and the actual
9 expenditures for all community services to support these clients.

10 (d) \$2,799,000 of the general fund--state appropriation for fiscal
11 year 2008, \$5,961,000 of the general fund--state appropriation for
12 fiscal year 2009, and \$9,268,000 of the general fund--federal
13 appropriation are provided solely for expanded community services for
14 persons with developmental disabilities who also have community
15 protection issues. Funding in this subsection shall be prioritized for
16 (i) clients being diverted or discharged from the state psychiatric
17 hospitals; (ii) clients participating in the dangerous mentally ill
18 offender program; (iii) clients participating in the community
19 protection program; and (iv) mental health crisis diversion
20 outplacements. The department shall ensure that the average cost per
21 day for all program services other than start-up costs shall not exceed
22 \$349 in fiscal year 2008 and \$356 in fiscal year 2009. In order to
23 maximize the number of clients served and ensure the cost-effectiveness
24 of the waiver programs, the department will strive to limit new client
25 placement expenditures to 90 percent of the budgeted daily rate. If
26 this can be accomplished, additional clients may be served with excess
27 funds if the total projected carry-forward expenditures do not exceed
28 the amounts estimated. The department shall implement the four new
29 waiver programs such that decisions about enrollment levels and the
30 amount, duration, and scope of services maintain expenditures within
31 appropriations. The department shall electronically report to the
32 appropriate committees of the legislature, within 45 days following
33 each fiscal year quarter, the number of persons served with these
34 additional community services, where they were residing, what kinds of
35 services they were receiving prior to placement, and the actual
36 expenditures for all community services to support these clients.

37 (e) (~~(\$13,598,000)~~) \$13,515,000 of the general fund--state
38 appropriation for fiscal year 2008, (~~(\$16,354,000)~~) \$15,621,000 of the

1 general fund--state appropriation for fiscal year 2009, and \$8,579,000
2 of the general fund--federal appropriation are provided solely for
3 family support programs for individuals with developmental
4 disabilities. Of the amounts provided in this subsection (e),
5 (~~(\$1,096,000)~~) \$1,013,000 of the general fund--state appropriation for
6 fiscal year 2008 and (~~(\$3,852,000)~~) \$3,119,000 of the general fund--
7 state appropriation for fiscal year 2009 are for state-only services
8 for individuals with developmental disabilities, as described in Second
9 Substitute Senate Bill No. 5467 (developmental disabilities). By
10 January 1, 2008, and by November 1, 2008, the department shall provide
11 a status report to the appropriate policy and fiscal committees of the
12 legislature on the individual and family services program for people
13 with developmental disabilities, which shall include the following
14 information: The number of applicants for funding; the total number of
15 awards; the number and amount of both annual and one-time awards,
16 broken down by household income levels; and the purpose of the awards.

17 (f) (~~(\$1,577,000)~~) \$1,692,000 of the general fund--state
18 appropriation for fiscal year 2008, (~~(\$3,480,000)~~) \$3,651,000 of the
19 general fund--state appropriation for fiscal year 2009, and
20 (~~(\$2,105,000)~~) \$2,391,000 of the general fund--federal appropriation
21 are provided solely for employment and day services. Priority
22 consideration for this new funding shall be young adults with
23 developmental disabilities living with their family who need employment
24 opportunities and assistance after high school graduation. Services
25 shall be provided for both waiver and nonwaiver clients. The
26 legislature finds that some waiver clients are not receiving employment
27 services that are authorized under their waivers. Within the amounts
28 appropriated in this section, waiver clients must receive services as
29 authorized by their waiver, such as pathway to employment, while
30 waiting for paid employment to be developed. The department shall work
31 with the counties to establish a consistent proposed policy for minimum
32 direct service hours for clients, minimum hours of support, timeframes
33 for seeking paid employment, and services provided under pathway to
34 employment while paid employment is sought. The department shall
35 report to the office of financial management and the appropriate
36 committees of the legislature on this proposal by November 1, 2008,
37 including estimated fiscal impacts and an option for making the policy
38 budget neutral for the current level of clients served. In order to

1 maximize the number of clients served, the department may serve
2 additional nonwaiver clients with unspent funds for waiver clients,
3 provided the total projected carry-forward expenditures do not exceed
4 the amounts estimated.

5 (g) \$160,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$140,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the implementation of Second
8 Substitute Senate Bill No. 5467 (developmental disabilities). If the
9 bill is not enacted by June 30, 2007, the amounts provided in this
10 subsection shall lapse.

11 (h) (~~The department shall collect data from the counties related
12 to employment services. This data shall include, but not necessarily
13 be limited to, information pertaining to: (i) The average length of
14 time clients utilize job coaching services, (ii) the percentage of
15 clients utilizing job coaching services from zero to three months, four
16 to six months, seven to nine months, ten to twelve months, and twelve
17 months or more, (iii) within the monthly grouping, the percentage of
18 clients utilizing job coaching services from zero to five hours per
19 week, five to ten hours per week, ten to twenty hours per week, and
20 twenty or more hours per week. This data shall be provided to the
21 appropriate policy committees of the legislature by December 1, 2007.~~

22 ~~(i) Amounts appropriated in this subsection are sufficient to
23 increase provider payment rates by 6.0 percent, effective July 1, 2007,
24 and by an additional 2.0 percent, effective July 1, 2008, for boarding
25 homes, including those currently receiving exceptional care rates; and
26 by 3.2 percent, effective July 1, 2007, and by an additional 2.0
27 percent, effective July 1, 2008, for adult family homes, including
28 those currently receiving exceptional care rates.)~~ The department
29 shall phase in a full implementation of a seventeen CARE level payment
30 system for community residential providers. Amounts appropriated in
31 this subsection are sufficient to increase provider payment rates by
32 6.0 percent, effective July 1, 2007, for boarding homes, including
33 those currently receiving exceptional care rates. Effective July 1,
34 2008, the provider payment rate allocation for boarding homes shall be
35 no more than 3.0 percent below the provider's June 30, 2008, payment
36 rate allocation. This will be in effect until such time as the rates
37 are consistent between adult family homes and boarding homes for
38 delivery of the same patient care levels. Amounts appropriated in this

1 section are sufficient to increase provider payment rates by 3.2
2 percent, effective July 1, 2007, and on average, by an additional 4.8
3 percent, effective July 1, 2008, for adult family homes, including
4 those currently receiving exceptional care rates.

5 (i) \$200,000 of the general fund--state appropriation for fiscal
6 year 2008, \$1,000,000 of the general fund--state appropriation for
7 fiscal year 2009, and \$1,255,000 of the general fund--federal
8 appropriation are provided solely to implement Substitute Senate Bill
9 No. 6448 (behavior support services).

10 (j) \$1,000,000 of the general fund--state appropriation for fiscal
11 year 2008 is provided solely for the purpose of settling all claims in
12 the *Washington Federation of State Employees, et. al v. State of*
13 *Washington*, Thurston County Superior Court Cause No. 05-2-02422-4. The
14 expenditure of this appropriation is contingent on the release of all
15 claims in this case, and total settlement costs shall not exceed the
16 appropriation in this subsection (i). If settlement is not executed by
17 June 30, 2008, the appropriation in this subsection (i) shall lapse.

18 (k) Within the amounts appropriated in this section, the department
19 shall review current infant-toddler early intervention services
20 statewide and report to the office of financial management by November
21 1, 2008, and the appropriate committees of the legislature on a
22 recommended consistent funding approach per child for the 2009-11
23 biennium, recognizing the new level of funding anticipated by school
24 district participation. The recommendations must also include a budget
25 neutral option for the current level of clients served.

26 (l) \$325,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for state-only employment services for
28 young adults with developmental disabilities who need employment
29 opportunities and assistance after high school graduation.

30 (2) INSTITUTIONAL SERVICES

31	General Fund--State Appropriation (FY 2008)	((\$78,765,000))
32		<u>\$80,469,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$80,873,000))
34		<u>\$83,383,000</u>
35	General Fund--Federal Appropriation	((\$171,836,000))
36		<u>\$174,754,000</u>
37	General Fund--Private/Local Appropriation	((\$21,613,000))
38		<u>\$22,203,000</u>

1 minor children with developmental disabilities and all individuals who
2 are receiving state-only funded services. The department shall ensure
3 that this information is collected as part of the client assessment
4 process.

5 (4) SPECIAL PROJECTS

6 General Fund--State Appropriation (FY 2008)	\$17,000
7 General Fund--State Appropriation (FY 2009)	\$15,000
8 General Fund--Federal Appropriation	\$16,843,000
9 TOTAL APPROPRIATION	\$16,875,000

10 **Sec. 206.** 2007 c 522 s 206 (uncodified) is amended to read as
11 follows:

12 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
13 **SERVICES PROGRAM**

14 General Fund--State Appropriation (FY 2008)	(\$699,089,000)
15	<u>\$698,514,000</u>
16 General Fund--State Appropriation (FY 2009)	(\$741,478,000)
17	<u>\$757,587,000</u>
18 General Fund--Federal Appropriation	(\$1,539,010,000)
19	<u>\$1,536,293,000</u>
20 General Fund--Private/Local Appropriation	\$19,563,000
21 Pension Funding Stabilization Account--State	
22 Appropriation	\$1,448,000
23 Health Services Account--State Appropriation (FY 2008) . .	\$2,444,000
24 Health Services Account--State Appropriation (FY 2009) . .	\$2,444,000
25 Traumatic Brain Injury Account--State Appropriation . . .	(\$440,000)
26	<u>\$1,212,000</u>
27 TOTAL APPROPRIATION	(\$3,005,916,000)
28	<u>\$3,019,505,000</u>

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

31 (1) The entire health services account appropriation, \$10,456,000
32 of the general fund--state appropriation for fiscal year 2008,
33 \$11,370,000 of the general fund--state appropriation for fiscal year
34 2009, and \$26,778,000 of the general fund--federal appropriation are
35 provided solely for health care benefits for agency home care workers
36 who are employed through state contracts for at least twenty hours a
37 week. The state contribution to the cost of health care benefits per

1 eligible participating worker per month shall be no greater than
2 \$532.00 in fiscal year 2008 and \$585.00 per month in fiscal year 2009.
3 The department shall review payment methods for home care agencies for
4 services that could be provided by individual providers or family
5 caregivers and report its findings to the office of financial
6 management and the appropriate committees of the legislature by
7 November 1, 2008, including a description of benefits to clients who
8 receive agency provider services instead of individual provider
9 services.

10 (2) For purposes of implementing chapter 74.46 RCW, the weighted
11 average nursing facility payment rate shall not exceed (~~(\$158.11)~~)
12 \$159.03 for fiscal year 2008 and shall not exceed \$164.18 for fiscal
13 year 2009 not including amounts provided for a rate add-on in
14 subsection (9) of this section. For all nursing facilities, the direct
15 care, therapy care, support services, and operations component rates
16 established in accordance with chapter 74.46 RCW shall be adjusted for
17 economic trends and conditions by 3.2 percent effective July 1, 2007.

18 (3) In accordance with chapter 74.46 RCW, the department shall
19 issue certificates of capital authorization that result in up to
20 \$16,000,000 of increased asset value completed and ready for occupancy
21 in fiscal year 2008; up to \$16,000,000 of increased asset value
22 completed and ready for occupancy in fiscal year 2009; and up to
23 \$16,000,000 of increased asset value completed and ready for occupancy
24 in fiscal year 2010.

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

28 (5) In accordance with chapter 74.39 RCW, the department may
29 implement two medicaid waiver programs for persons who do not qualify
30 for such services as categorically needy, subject to federal approval
31 and the following conditions and limitations:

32 (a) One waiver program shall include coverage of care in community
33 residential facilities. Enrollment in the waiver shall not exceed 600
34 persons at any time.

35 (b) The second waiver program shall include coverage of in-home
36 care. Enrollment in this second waiver shall not exceed 200 persons at
37 any time.

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

4 (d) If it is necessary to establish a waiting list for either
5 waiver because the budgeted number of enrollment opportunities has been
6 reached, the department shall track how the long-term care needs of
7 applicants assigned to the waiting list are met.

8 (6) \$1,840,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$1,877,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for operation of the volunteer
11 chore services program.

12 (7) The department shall establish waiting lists to the extent
13 necessary to assure that annual expenditures on the community options
14 program entry systems (COPES) program do not exceed appropriated
15 levels. In establishing and managing any such waiting list, the
16 department shall assure priority access to persons with the greatest
17 unmet needs, as determined by department assessment processes.

18 (8) \$125,000 of the general fund--state appropriation for fiscal
19 year 2008, \$125,000 of the general fund--state appropriation for fiscal
20 year 2009, and \$250,000 of the general fund--federal appropriation are
21 provided solely for the implementation of Engrossed Second Substitute
22 Senate Bill No. 5930 (blue ribbon commission on health care). If the
23 bill is not enacted by June 30, 2007, the amounts provided in this
24 subsection shall lapse.

25 (9) \$5,000,000 of the general fund--state appropriation for fiscal
26 year 2009 and \$5,222,000 of the general fund--federal appropriation are
27 provided solely to increase compensation for low-wage workers in
28 nursing homes beginning July 1, 2008. Within the funds provided, the
29 department shall provide an add-on per resident day per facility based
30 on the total funding divided by the total number of medicaid patient
31 days multiplied by each facility's total number of medicaid patient
32 days. Medicaid patient days shall be determined from 2006 cost report
33 data. The add-on shall be used to increase wages, benefits, and/or
34 staffing levels for certified nurse aides; or to increase wages and/or
35 benefits for dietary aides, housekeepers, laundry aides, or any other
36 category of worker whose statewide average dollars-per-hour wage was
37 less than \$15 in fiscal year 2006, according to cost report data. The
38 department shall implement reporting requirements and a settlement

1 process to ensure that the funds are spent on wage or benefit
2 improvements for low-wage workers. The department shall adopt rules to
3 implement the terms of this subsection.

4 (10) \$8,755,000 of the general fund--state appropriation for fiscal
5 year 2009 and ((~~\$9,348,000~~)) \$9,145,000 of the general fund--federal
6 appropriation are provided solely to implement Substitute Senate Bill
7 No. 6567 (creating a new nursing facility payment system) and to
8 increase nursing facility payment rates as follows:

9 (a) \$63,000 of the general fund--state appropriation and \$65,000 of
10 the general fund--federal appropriation are provided to implement the
11 stakeholder work group and study of the fair rental capital system as
12 described by Substitute Senate Bill No. 6567;

13 (b) Remove minimum occupancy adjustments on the support services
14 and therapy care rate components effective July 1, 2008, as required by
15 Substitute Senate Bill No. 6567; and

16 (c) Following the adjustment in (b) of this subsection, provide an
17 adjustment for economic trends and conditions for all nursing
18 facilities as follows: 3.4 percent for the direct care rate component
19 and 0.5 percent for the operations component.

20 (d) If sections 301 and 302 of Substitute Senate Bill No. 6567 are
21 not enacted by June 30, 2008, then \$8,692,000 of the general fund--
22 state appropriation and \$9,080,000 of the general fund--federal
23 appropriation provided in this subsection shall be used for an
24 adjustment for economic trends and conditions for all nursing
25 facilities as follows: 4 percent for the direct care rate component and
26 0.5 percent for the operations component.

27 ~~((b) \$125,000 of the general fund--state appropriation for fiscal~~
28 ~~year 2008 and \$125,000 of the general fund--federal appropriation are~~
29 ~~provided solely for the department to contract with an outside entity~~
30 ~~to review the current medicaid payment methodology for nursing~~
31 ~~facilities and make recommendations for revisions to, restructuring of,~~
32 ~~or replacement of the existing payment methodology no later than~~
33 ~~October 1, 2007, to the governor and the appropriate fiscal and policy~~
34 ~~committees of the legislature.~~

35 ~~(c) A joint legislative task force on long term care residential~~
36 ~~facility payment systems shall review and develop recommendations~~
37 ~~related to payment methodologies for the care of medicaid eligible~~

1 residents of nursing homes, boarding homes, and adult family homes in
2 Washington state.

3 (i) Membership of the task force shall consist of eight
4 legislators. The president of the senate shall appoint two members
5 from each of the two largest caucuses of the senate. The speaker of
6 the house of representatives shall appoint two members of each of the
7 two largest caucuses of the house of representatives. Each body shall
8 select representatives from committees with jurisdiction over health
9 and long term care and fiscal matters.

10 (ii) The task force shall give strong consideration to the
11 following principles in the course of its deliberations:

12 (A) A continuum of residential care settings should be available to
13 medicaid-eligible vulnerable adults so as to honor consumer choice;

14 (B) Payment methodologies for care provided in adult family homes,
15 boarding homes, and nursing homes should be based upon resident acuity,
16 with payment rates that recognize the impact of differing state and
17 federal regulatory requirements upon facility costs, but also address
18 current disparities in payments to facilities serving residents with
19 similar nursing or personal care needs;

20 (C) Payment methodologies should be designed to support retention
21 of qualified direct care staff through training, wages, and benefits
22 offered to direct care staff, with special consideration given to
23 nursing homes, boarding homes, and adult family homes that care for a
24 disproportionate number of medicaid-eligible residents relative to
25 their peer facilities;

26 (D) Performance measures related to critical issues such as staff
27 retention and resident outcomes should be developed, with payment
28 linked to facility performance on the measures; and

29 (E) Payment methodologies should be simplified, with greater
30 predictability and stability in payments.

31 (iii) The task force shall:

32 (A) Review and consider the recommendations submitted in accordance
33 with (b) of this subsection;

34 (B) Consider input from long term care stakeholders with respect to
35 the principles in (c)(ii) of this subsection;

36 (C) Review the current payment methodologies for nursing homes,
37 boarding homes, and adult family homes, giving strong consideration to
38 the principles in (c)(ii) of this subsection, and make recommendations

1 ~~for revisions to, restructuring of, or replacement of existing payment~~
2 ~~methodologies. The recommendations related to payments made in fiscal~~
3 ~~year 2009 shall be consistent with the amounts appropriated in this~~
4 ~~subsection.~~

5 ~~(iv) The task force shall complete its review and submit its~~
6 ~~recommendations to the appropriate policy and fiscal committees of the~~
7 ~~legislature by December 31, 2007.~~

8 ~~(v) Staff support for the task force shall be provided by senate~~
9 ~~committee services and the house of representatives office of program~~
10 ~~research.~~

11 ~~(vi) Legislative members of the task force shall be reimbursed for~~
12 ~~travel expenses in accordance with RCW 44.04.120.~~

13 ~~(vii) The expenses of the task force shall be paid jointly by the~~
14 ~~senate and the house of representatives. Task force expenditures are~~
15 ~~subject to approval by the senate facilities and operations committee~~
16 ~~and the house of representatives executive rules committees, or their~~
17 ~~successor committees.~~

18 ~~(viii) The task force expires December 31, 2007.~~

19 ~~(10))~~ (11) Within amounts appropriated in this section, the
20 department is authorized to expand the number of boarding homes and
21 adult family homes that receive exceptional care rates for persons with
22 Alzheimer's disease and related dementias who might otherwise require
23 nursing home care. The department may expand the number of licensed
24 boarding home facilities that specialize in caring for such conditions
25 by up to 100 beds. Effective July 1, 2008, the department shall be
26 authorized to provide adult family homes that specialize in caring for
27 such conditions with exceptional care rates for up to 50 beds. The
28 department will develop standards for adult family homes to qualify for
29 such exceptional care rates in order to enhance consumer choice.

30 ~~((11))~~ (12) \$500,000 of the general fund--state appropriation for
31 fiscal year 2008, \$500,000 of the general fund--state appropriation for
32 fiscal year 2009, and \$816,000 of the general fund--federal
33 appropriation are provided solely for the implementation of Engrossed
34 Substitute House Bill No. 2111 (adult family homes). If the bill is
35 not enacted by June 30, 2007, the amounts provided in this subsection
36 shall lapse.

37 ~~((12) \$440,000))~~ (13) \$1,212,000 of the traumatic brain injury
38 account--state appropriation is provided solely for the implementation

1 of Second Substitute House Bill No. 2055 (traumatic brain injury). If
2 the bill is not enacted by June 30, 2007, the amount provided in this
3 subsection shall lapse.

4 ~~((13))~~ (14) Within amounts appropriated in this section and in
5 section 205 of this act, the department of social and health services
6 shall:

7 (a) Determine how geographic differences in community residential
8 provider payments affect provider and workforce turnover;

9 (b) Examine alternative community residential provider payment
10 systems that account for differences in direct care labor costs in
11 various areas of the state, including alternative peer groupings in its
12 payment systems that take such factors into account; and

13 (c) Submit a report of its findings and recommendations to the
14 office of financial management and to the appropriate fiscal committees
15 of the legislature by June 30, 2008.

16 ~~((14) Amounts appropriated in this section are sufficient to
17 increase provider payment rates by 6.0 percent, effective July 1, 2007,
18 and by an additional 2.0 percent, effective July 1, 2008, for boarding
19 homes, including those currently receiving exceptional care rates; and
20 by 3.2 percent, effective July 1, 2007, and by an additional 2.0
21 percent, effective July 1, 2008, for adult family homes, including
22 those currently receiving exceptional care rates.))~~

23 (15) The department shall phase in a full implementation of a
24 seventeen CARE level payment system for community residential
25 providers. Amounts appropriated in this subsection are sufficient to
26 increase provider payment rates by 6.0 percent, effective July 1, 2007,
27 for boarding homes, including those currently receiving exceptional
28 care rates. Effective July 1, 2008, the provider payment rate
29 allocation for boarding homes shall be no more than 3.0 percent below
30 the provider's June 30, 2008, payment rate allocation. This will be in
31 effect until such time as the rates are consistent between adult family
32 homes and boarding homes for delivery of the same patient care levels.
33 Amounts appropriated in this section are sufficient to increase
34 provider payment rates by 3.2 percent, effective July 1, 2007, and on
35 average, by an additional 4.8 percent, effective July 1, 2008, for
36 adult family homes, including those currently receiving exceptional
37 care rates. Amounts provided in this section and in section 205 of

1 this act are intended to assist adult family home providers with the
2 cost of paying liability insurance.

3 (16) \$100,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$100,000 of the general fund--federal appropriation are
5 provided solely for the department contract for an evaluation of
6 training requirements for long-term care workers as generally described
7 in Second Substitute House Bill No. 2284 (training of care providers).

8 (17) The department shall contract for housing with service models,
9 such as cluster care, to create efficiencies in service delivery and
10 responsiveness to unscheduled personal care needs by clustering hours
11 for clients that live in close proximity to each other.

12 (18) \$1,500,000 of the general fund--state appropriation for fiscal
13 year 2009 is provided solely for the implementation of sections 4 and
14 6 of Second Substitute Senate Bill No. 6222 (relating to long-term
15 care).

16 (19) \$124,000 of the general fund--state appropriation for fiscal
17 year 2009 and \$128,000 of the general fund--federal appropriation are
18 provided solely to implement Second Substitute Senate Bill No. 6220
19 (nurse delegation). If the bill is not enacted by June 30, 2008, the
20 amounts provided in this subsection shall lapse.

21 **Sec. 207.** 2007 c 522 s 207 (uncodified) is amended to read as
22 follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
24 **PROGRAM**

25	General Fund--State Appropriation (FY 2008)	((\$592,774,000))
26		<u>\$586,814,000</u>
27	General Fund--State Appropriation (FY 2009)	((\$627,148,000))
28		<u>\$622,842,000</u>
29	General Fund--Federal Appropriation	((\$1,053,264,000))
30		<u>\$1,040,807,000</u>
31	General Fund--Private/Local Appropriation	((\$27,920,000))
32		<u>\$30,833,000</u>
33	Pension Funding Stabilization Account--State	
34	Appropriation	\$4,592,000
35	TOTAL APPROPRIATION	((\$2,305,698,000))
36		<u>\$2,285,888,000</u>

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

3 (1) (~~(\$334,377,000)~~) \$344,694,000 of the general fund--state
4 appropriation for fiscal year 2008, (~~(\$347,597,000)~~) \$363,284,000 of
5 the general fund--state appropriation for fiscal year 2009, and
6 (~~(\$827,774,000)~~) \$698,029,000 of the general fund--federal
7 appropriation are provided solely for all components of the WorkFirst
8 program. Within the amounts provided for the WorkFirst program, the
9 department may provide assistance using state-only funds for families
10 eligible for temporary assistance for needy families. Within the
11 amounts provided for the WorkFirst program, the department shall:

12 (a) Establish a (~~post-TANF~~) career services work transition
13 program;

14 (b) Continue to implement WorkFirst program improvements that are
15 designed to achieve progress against outcome measures specified in RCW
16 74.08A.410. Outcome data regarding job retention and wage progression
17 shall be reported quarterly to appropriate fiscal and policy committees
18 of the legislature for families who leave assistance, measured after 12
19 months, 24 months, and 36 months. The department shall also report the
20 percentage of families who have returned to temporary assistance for
21 needy families after 12 months, 24 months, and 36 months;

22 (c) Submit a report by October 1, 2007, to the fiscal committees of
23 the legislature containing a spending plan for the WorkFirst program.
24 The plan shall identify how spending levels in the 2007-2009 biennium
25 will be adjusted to stay within available federal grant levels and the
26 appropriated state-fund levels;

27 (d) Provide quarterly fiscal reports to the office of financial
28 management and the legislative fiscal committees detailing information
29 on the amount expended from general fund--state and general fund--
30 federal by activity;

31 (2) Up to \$250,000 of the general fund--state appropriation for
32 fiscal year 2008 and \$250,000 of the general fund--state appropriation
33 for fiscal year 2009 of the amounts in subsection (1) of this section
34 are for the WorkFirst pathway to engagement program. The department
35 shall collaborate with community partners and represented staff to
36 identify additional services needed for WorkFirst clients in sanction
37 status. The department shall contract with qualified community-based
38 organizations to deliver such services, provided that such services are

1 complimentary to the work of the department and are not intended to
2 supplant existing staff or services. The department shall also
3 contract with community-based organizations for the provision of
4 services for WorkFirst clients who have been terminated after six
5 months of sanction. Contracts established pursuant to this subsection
6 shall have a performance-based component and shall include both
7 presanction termination and postsanction termination services. Clients
8 shall be able to choose whether or not to accept the services. The
9 department shall develop outcome measures for the program related to
10 outreach and reengagement, reduction of barriers to employment, and
11 client feedback and satisfaction. Nothing in this subsection is
12 intended to modify a collective bargaining agreement under chapter
13 41.80 RCW or to change the state's responsibility under chapter 41.80
14 RCW. The department shall report to the appropriate policy and fiscal
15 committees of the legislature by December 1, 2007, on program
16 implementation and outcomes. The department also shall report on
17 implementation of specialized caseloads for clients in sanction status,
18 including average caseload size, referral process and criteria, and
19 expected outcomes for specialized caseloads.

20 (3) \$210,000 of the general fund--state appropriation for fiscal
21 year 2008, \$187,000 of the general fund--state appropriation for fiscal
22 year 2009, and \$396,000 of the general fund--federal appropriation are
23 provided solely for implementation of section 8 of Second Substitute
24 House Bill No. 1088 (children's mental health). If the bill is not
25 enacted by June 30, 2007, the amounts provided in this subsection shall
26 lapse.

27 (4) \$152,000 of the general fund--state appropriation for fiscal
28 year 2008, \$96,000 of the general fund--state appropriation for fiscal
29 year 2009, and \$482,000 of the general fund--federal appropriation are
30 provided solely for implementation of Second Substitute House Bill No.
31 1009 (child support schedule). If the bill is not enacted by June 30,
32 2007, the amounts provided in this subsection shall lapse.

33 (5) \$750,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$750,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely to increase naturalization
36 services. These amounts shall supplement and not supplant state and
37 federal resources currently provided by the department for this
38 purpose.

1 (6) \$1,500,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,500,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to increase limited English
4 proficiency pathway services. These amounts shall supplement and not
5 supplant state and federal resources currently provided by the
6 department for this purpose.

7 (7) \$250,000 of the general fund--state appropriation for fiscal
8 year 2008, \$5,782,000 of the general fund--state appropriation for
9 fiscal year 2009, and \$6,431,000 of the general fund--federal
10 appropriation are provided solely for implementation of Substitute
11 Senate Bill No. 5244 (deficit reduction act). If the bill is not
12 enacted by June 30, 2007, the amounts provided in this subsection shall
13 lapse.

14 (8) Within amounts appropriated in this section, the department
15 shall: (a) Increase the state supplemental payment by \$1.77 per month
16 beginning July 1, 2007, and by an additional \$1.83 per month beginning
17 July 1, 2008, for SSI clients who reside in nursing facilities,
18 residential habilitation centers, or state hospitals and who receive a
19 personal needs allowance; and (b) decrease other state supplemental
20 payments.

21 (9) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to the department for the data
24 tracking provisions specified in sections 701 and 702 of Second
25 Substitute Senate Bill No. 5470 (dissolution proceedings). If the
26 bill is not enacted by June 30, 2007, the amounts provided in this
27 subsection shall lapse.

28 (10) \$1,552,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$1,552,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for implementation of Second
31 Substitute Senate Bill No. 6016 (workfirst program). If the bill is
32 not enacted by June 30, 2007, the amounts provided in this subsection
33 shall lapse.

34 (11) \$50,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$50,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely to the department to award grants
37 to small mutual assistance associations or small community-based
38 organizations that contract with the department for immigrant and

1 refugee assistance services. The funds shall be awarded to demonstrate
2 the impact of providing funding for a case worker in the community
3 organization on the refugees' economic self-sufficiency through the
4 effective use of social services, and financial and medical assistance.

5 (12) \$50,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for implementation of Engrossed Second
7 Substitute House Bill No. 2798 or Second Substitute Senate Bill No.
8 6483 (local farms and healthy kids). If neither bill is enacted by
9 June 30, 2008, the amount provided in this subsection shall lapse.

10 (13) \$1,100,000 of the general fund--state appropriation for fiscal
11 year 2009 and \$850,000 of the general fund--federal appropriation are
12 provided solely to increase the gross income limits for eligibility for
13 programs authorized under RCW 74.04.500 and 74.08A.120 to 200 percent
14 of the federal poverty level. The department shall adjust its rules
15 and information technology systems to make the eligibility change
16 effective October 1, 2008.

17 (14) The department, in conjunction with the House Bill No. 1290
18 work group, shall identify and analyze barriers preventing city,
19 county, and state referrals of persons potentially eligible for
20 expedited application processing authorized under RCW 74.09.555. The
21 department, in conjunction with the House Bill No. 1290 work group,
22 shall report its findings and recommendations to the appropriate
23 committees of the legislature no later than November 15, 2008.

24 **Sec. 208.** 2007 c 522 s 208 (uncodified) is amended to read as
25 follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
27 **SUBSTANCE ABUSE PROGRAM**

28	General Fund--State Appropriation (FY 2008)	((\$69,445,000))
29		<u>\$69,297,000</u>
30	General Fund--State Appropriation (FY 2009)	((\$69,663,000))
31		<u>\$76,054,000</u>
32	General Fund--Federal Appropriation	((\$138,942,000))
33		<u>\$149,234,000</u>
34	General Fund--Private/Local Appropriation	((\$632,000))
35		<u>\$6,083,000</u>
36	Criminal Justice Treatment Account--State Appropriation((\$17,752,000))	
37		<u>\$17,557,000</u>

1 provided by January 31 and July 31 of each fiscal year of the 2007-09
2 biennium. The reports shall include, but not necessarily be limited
3 to, the following information: (a) The number and demographics
4 (including categories) of patients served; (b) geographic distribution;
5 (c) modality of treatment services provided (i.e. residential or
6 out-patient); (d) treatment completion rates; (e) funds spent; and (f)
7 where applicable, the estimated cost offsets in medical assistance on
8 a total and per patient basis.

9 (3) \$698,000 of the general fund--state appropriation for fiscal
10 year 2008, (~~(\$698,000)~~) \$1,060,000 of the general fund--state
11 appropriation for fiscal year 2009, and \$154,000 of the general fund--
12 federal appropriation are provided solely for the expansion authorized
13 under the 2005-07 biennial appropriations act of chemical dependency
14 treatment services for minors who are under 200 percent of the federal
15 poverty level. The department shall monitor the number and type of
16 clients entering treatment, for purposes of determining potential cost
17 offsets.

18 (4) (~~(\$250,000)~~) \$145,000 of the general fund--state appropriation
19 for fiscal year 2008 and \$250,000 of the general fund--state
20 appropriation for fiscal year 2009 are provided solely for the
21 department to contract for the following: (a) A pilot program in
22 Pierce county for family therapeutic court services that include
23 chemical dependency treatment with use of the prometa protocol; and (b)
24 an independent evaluator to evaluate the efficacy of the treatment with
25 the prometa protocol under the pilot program as compared to other drug
26 treatment and to no treatment.

27 (5) \$5,757,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely to implement Engrossed Substitute Senate
29 Bill No. 6665 (crisis response). If the bill is not enacted by June
30 30, 2008, then the funding shall lapse.

31 **Sec. 209.** 2007 c 522 s 209 (uncodified) is amended to read as
32 follows:

33 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
34 **PROGRAM**

35 General Fund--State Appropriation (FY 2008) (~~(\$1,589,266,000)~~)
36 \$1,602,827,000
37 General Fund--State Appropriation (FY 2009) (~~(\$1,665,304,000)~~)

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

17 (6) \$1,111,000 of the health services account appropriation for
18 fiscal year 2008, \$1,110,000 of the health services account
19 appropriation for fiscal year 2009, \$5,402,000 of the general fund--
20 federal appropriation, \$1,590,000 of the general fund--state
21 appropriation for fiscal year 2008, and \$1,591,000 of the general
22 fund--state appropriation for fiscal year 2009 are provided solely for
23 grants to rural hospitals. The department shall distribute the funds
24 under a formula that provides a relatively larger share of the
25 available funding to hospitals that (a) serve a disproportionate share
26 of low-income and medically indigent patients and (b) have relatively
27 smaller net financial margins, to the extent allowed by the federal
28 medicaid program.

29 (7) \$10,546,000 of the health services account appropriation for
30 fiscal year 2008, \$10,546,000 of the health services account--state
31 appropriation for fiscal year 2009, and \$19,725,000 of the general
32 fund--federal appropriation are provided solely for grants to nonrural
33 hospitals. The department shall distribute the funds under a formula
34 that provides a relatively larger share of the available funding to
35 hospitals that (a) serve a disproportionate share of low-income and
36 medically indigent patients and (b) have relatively smaller net
37 financial margins, to the extent allowed by the federal medicaid
38 program.

1 (8) The department shall continue the inpatient hospital certified
2 public expenditures program for the 2007-2009 biennium. The program
3 shall apply to all public hospitals, including those owned or operated
4 by the state, except those classified as critical access hospitals or
5 state psychiatric institutions. The department shall submit ((a))
6 reports to the governor and legislature by November 1, 2007, and by
7 November 1, 2008, that evaluate((s)) whether savings continue to exceed
8 costs for this program. If the certified public expenditures (CPE)
9 program in its current form is no longer cost-effective to maintain,
10 the department shall submit a report to the governor and legislature
11 detailing cost-effective alternative uses of local, state, and federal
12 resources as a replacement for this program. During fiscal year 2008
13 and fiscal year 2009, hospitals in the program shall be paid and shall
14 retain (a) one hundred percent of the federal portion of the allowable
15 hospital cost for each medicaid inpatient fee-for-service claim payable
16 by medical assistance; and (b) one hundred percent of the federal
17 portion of the maximum disproportionate share hospital payment
18 allowable under federal regulations. Inpatient medicaid payments shall
19 be established using an allowable methodology that approximates the
20 cost of claims submitted by the hospitals. Payments made to each
21 hospital in the program in each fiscal year of the biennium shall be
22 compared to a baseline amount ((that is the total of (a) the total
23 payment for claims for services rendered during the fiscal year
24 calculated according to the methodology employed by the legislature in
25 the omnibus appropriations act for implementation in fiscal year
26 2008)). The baseline amount will be determined by the total of (a) the
27 inpatient claim payment amounts that would have been paid during the
28 fiscal year had the hospital not been in the CPE program, and (b)
29 disproportionate share hospital payment amounts paid to and retained by
30 each hospital during fiscal year 2005 that pertain to fiscal year 2005.
31 If payments during the fiscal year exceed the hospital's baseline
32 amount, no additional payments will be made to the hospital except the
33 federal portion of allowable disproportionate share hospital payments
34 for which the hospital can certify allowable match. If payments during
35 the fiscal year are less than the baseline amount, the hospital will be
36 paid a state grant equal to the difference between payments during the
37 fiscal year and the applicable baseline amount. Payment of the state
38 grant shall be made in the applicable fiscal year and ((is))

1 distributed in monthly payments. The grants will be recalculated and
2 redistributed as the baseline is updated during the fiscal year. The
3 grant payments are subject to an interim (~~cost~~) settlement within
4 eleven months after the end of the fiscal year. A final (~~cost~~)
5 settlement shall be performed within two years after the end of the
6 related fiscal year. To the extent that (~~a final cost~~) either
7 settlement determines that a hospital has received funds in excess of
8 what it would have received (~~under the methodology in place in fiscal~~
9 ~~year 2008~~) as described in this subsection, the hospital must repay
10 (~~these~~) the excess amounts to the state when requested.
11 (~~\$74,066,000~~) \$61,728,000 of the general fund--state appropriation
12 for fiscal year 2008, of which \$6,570,000 is appropriated in section
13 204(1) of this act and the balance in this section, and (~~\$59,776,000~~)
14 \$57,894,000 of the general fund--state appropriation for fiscal year
15 2009, of which \$6,570,000 is appropriated in section 204(1) of this act
16 and the balance in this section, are provided solely for state grants
17 for the participating hospitals.

18 (9) (~~\$7,314,000~~) \$5,087,000 of the general fund--state
19 appropriation for fiscal year 2008, (~~\$7,800,000~~) \$9,100,000 of the
20 general fund--state appropriation for fiscal year 2009, and
21 (~~\$48,995,000~~) \$65,577,000 of the general fund--federal appropriation
22 are provided solely for development and implementation of a replacement
23 system for the existing medicaid management information system. The
24 amounts are conditioned on the department satisfying the requirements
25 of section 902 of this act.

26 (10) When a person is ineligible for medicaid solely by reason of
27 residence in an institution for mental diseases, the department shall
28 provide the person with the same benefits as he or she would receive if
29 eligible for medicaid, using state-only funds to the extent necessary.

30 (11) The department is authorized to use funds appropriated in this
31 section to purchase goods and supplies through direct contracting with
32 vendors when the department determines it is cost-effective to do so.

33 (12) The legislature affirms that it is in the state's interest for
34 Harborview medical center to remain an economically viable component of
35 the state's health care system.

36 (13) The department shall, within available resources, continue
37 operation of the medical care services care management pilot project

1 for clients receiving general assistance benefits in King and Pierce
2 counties. The project may use a full or partial capitation model that
3 includes a mechanism for shared savings.

4 (14) \$1,688,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,689,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to incorporate a mental health
7 service component to the pilot project established pursuant to
8 subsection (13) of this section. Addition of the mental health service
9 component authorized in this subsection is contingent upon the managed
10 care contractor or the participating counties providing, alone or in
11 combination, matching funds in cash or in kind, in an amount equal to
12 one-ninth of the amounts appropriated in this subsection. The mental
13 health service component may include care coordination, mental health
14 services, and integrated medical and mental health service delivery for
15 general assistance clients with mental health disorders, as well as
16 primary care provider training and education. The department shall
17 provide a report to the appropriate committees of the legislature by
18 January 1, 2009, on costs, savings, and any outcomes or quality
19 measures associated with the pilot projects during calendar year 2007
20 and 2008. To the extent possible, the report shall address any impact
21 that the mental health services component has had upon clients' use of
22 medical services, including but not limited to primary care physician's
23 visits, emergency room utilization, and prescription drug utilization.

24 (15) \$341,000 of the health services account appropriation for
25 fiscal year 2008, \$1,054,000 of the health services account
26 appropriation for fiscal year 2009, and \$1,461,000 of the general
27 fund--federal appropriation are provided solely to implement Second
28 Substitute House Bill No. 1201 (foster care youth medical). If the
29 bill is not enacted by June 30, 2007, the amounts provided in this
30 subsection shall lapse.

31 (16) (~~(\$6,529,000)~~) \$6,728,000 of the general fund--state
32 appropriation for fiscal year 2008 and (~~(\$6,651,000)~~) \$8,563,000 of the
33 general fund--state appropriation for fiscal year 2009 are provided
34 solely to provide full benefit dual eligible beneficiaries with
35 medicare part D prescription drug copayment coverage in accordance with
36 chapter 3, Laws of 2007 (part D copayment drug program).

37 (17) The department shall conduct a study to determine the
38 financial impact associated with continuing to cover brand name

1 medications versus the same medication in its generic form. The study
2 shall account for all rebates paid to the state on each product studied
3 up until the point where the generic form is less expensive, net of
4 federally required rebates. The department shall submit its report to
5 the legislative fiscal committees by December 1, 2007.

6 (18) \$198,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$268,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the first two years of a four-
9 year project by the Seattle-King county health department to improve
10 management of symptoms and reduce complications related to asthma among
11 medicaid eligible children. The department shall contract with the
12 Seattle-King county health department to have trained community health
13 workers visit medicaid eligible children in their homes to identify and
14 reduce exposure to asthma triggers, improve clients' self-management
15 skills, and coordinate clients' care with their primary care and
16 specialty providers. The contract shall include an evaluation of the
17 impact of the services provided under the contract on urgent
18 physician's visits, emergency room utilization, and inpatient
19 hospitalization.

20 (19) (~~(\$2,450,000)~~) \$1,529,000 of the general fund--state
21 appropriation for fiscal year 2008 and \$1,950,000 of the general fund--
22 state appropriation for fiscal year 2009 are provided solely for
23 development and implementation of an outreach program as provided in
24 chapter 5, Laws of 2007 (Second Substitute Senate Bill No. 5093, health
25 services for children). By December 15, 2007, the department shall
26 provide a report to the appropriate committees of the legislature on
27 the progress of implementing the following activities:

28 (a) Feasibility study and implementation plan to develop online
29 application capability that is integrated with the department's
30 automated client eligibility system;

31 (b) Development of data linkages with the office of superintendent
32 of public instruction for free and reduced-price lunch enrollment
33 information and the department of early learning for child care subsidy
34 program enrollment information;

35 (c) Informing insurers and providers when their enrollees'
36 eligibility is going to expire so insurers and providers can help
37 families reenroll;

1 (d) Outreach contracts with local governmental entities, community
2 based organizations, and tribes;

3 (e) Results of data sharing with outreach contractors, and other
4 contracted entities such as local governments, community-based
5 organizations, tribes, health care providers, and insurers to engage,
6 enroll, and reenroll identified children;

7 (f) Results of efforts to maximize federal matching funds, wherever
8 possible; and

9 (g) Plans for sustaining outreach programs proven to be successful.

10 (20) \$640,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$616,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely to:

13 (a) Pay the premiums associated with enrollment in a medicare
14 advantage plan for those full benefit dual eligible beneficiaries, as
15 defined in RCW 74.09.010, who were enrolled on or before November 14,
16 2006 in a medicare advantage plan sponsored by an entity accredited by
17 the national committee for quality assurance and for whom the
18 department had been paying Part C premium as of November 2006; and

19 (b) Undertake, directly or by contract, a study to determine the
20 cost-effectiveness of paying premiums for enrollment of full benefit
21 dual eligible beneficiaries in medicare advantage plans in lieu of
22 paying full benefit dual eligible beneficiaries' medicare cost-sharing.
23 The study shall compare the cost and health outcomes experience,
24 including rates of nursing home placement and costs for groups of full
25 benefit dual eligible beneficiaries who are enrolled in medicare
26 advantage plans, in medicare special needs plan or in medicare fee-for-
27 service. The study shall compare the health status and utilization of
28 health and long-term care services for the three groups, and the impact
29 of access to a medical home and specialty care, over a period of two
30 years to determine any differences in health status, health outcomes,
31 and state expenditures that result. The department shall submit the
32 results of the study to the governor and the legislature by June 30,
33 2009. The department is authorized to accept private cash and in-kind
34 donations and grants to support the study and evaluation.

35 (c) Track enrollment and expenditures for this population on
36 department monthly management reports.

37 (21) Before transitioning additional populations from fee-for-
38 service to managed care service delivery, the department shall report

1 to the governor and the fiscal and health care committees of the
2 legislature on the cost-effectiveness of the proposal, including
3 historical data on utilization patterns, and demonstrate that fee-for-
4 service purchasing is not an equally effective and cost-efficient form
5 of service delivery, pursuant to RCW 74.09.470. If the department
6 elects to transition any population to managed care service delivery,
7 it shall submit a decision package to the office of financial
8 management and the fiscal committees of the legislature with detailed
9 cost estimates.

10 (22) \$756,000 of the general fund--state appropriation for fiscal
11 year 2008, \$1,193,000 of the general fund--state appropriation for
12 fiscal year 2009, \$1,261,000 of the health services account--state
13 appropriation for fiscal year 2009, and \$2,448,000 of the general
14 fund--federal appropriation are provided solely to implement sections
15 5, 7, 8, and 11 of Second Substitute House Bill No. 1088 (children's
16 mental health). If the bill is not enacted by June 30, 2007, the
17 amounts provided in this subsection shall lapse.

18 ~~((+22+))~~ (23) \$288,000 of the general fund--state appropriation for
19 fiscal year 2008, \$277,000 of the general fund--state appropriation for
20 fiscal year 2009, and \$566,000 of the general fund--federal
21 appropriation are provided solely for the implementation of Engrossed
22 Second Substitute Senate Bill No. 5930 (blue ribbon comm/health care).
23 If the bill is not enacted by June 30, 2007, the amounts provided in
24 this subsection shall lapse.

25 ~~((+23)---\$150,000))~~ (24) \$45,000 of the general fund--state
26 appropriation for fiscal year 2008 is provided solely for the
27 department of social and health services, in consultation with the
28 health care authority and the employment security department, to
29 prepare and submit a report and recommendations to the governor and the
30 legislature related to coverage of low-wage workers enrolled on state
31 plans who are employed by employers with more than fifty employees.
32 The report shall address multiple approaches, including but not limited
33 to the proposal included in House Bill No. 2094 (taxpayer health care
34 fairness act). The discussion of each approach included in the report
35 should identify how the approach would further the goal of shared
36 responsibility for coverage of low-wage workers, obstacles to
37 implementation and options to address them, and estimated
38 implementation costs. The report shall be submitted on or before

1 November 15, 2007. The agencies shall establish a workgroup, which
2 shall be closely involved and consulted in the development of the
3 report and recommendations under this subsection. The workgroup shall
4 include the following participants: Persons or organizations
5 representing large employers in the retail, agricultural and grocery
6 trades, other large employers, organizations representing employees of
7 large employers, organizations representing low-wage employees of large
8 employers, state and local governmental entities as employers, and
9 organizations representing employees of state and local governmental
10 entities. In addition, the workgroup shall include three members from
11 each of the two largest caucuses of the house of representatives,
12 appointed by the speaker, and three members from each of the two
13 largest caucuses of the senate, appointed by the president of the
14 senate.

15 (25) \$1,883,000 of the general fund--state appropriation for fiscal
16 year 2009 and \$1,742,000 of the general fund--federal appropriation are
17 for the provision of smoking cessation benefits pursuant to Senate Bill
18 No. 6421 (smoking cessation). If the bill is not enacted by June 30,
19 2008, the amounts provided in this subsection shall lapse.

20 (26) As part of the five-year plan on state purchasing to improve
21 health care quality under chapter 259, Laws of 2007, the department, in
22 collaboration with the department of health, shall provide a report to
23 the appropriate committees of the legislature outlining a strategy to
24 improve immunization rates for all children in the state, including but
25 not limited to vaccine administration fee increases and pay-for-
26 performance incentives. The department shall submit the report to the
27 governor and the health policy and fiscal committees of the legislature
28 by November 1, 2008.

29 (27) Within existing funds, the department shall evaluate the
30 fiscal impact of the federal upper limits on medicaid reimbursement to
31 pharmacies implemented under the federal deficit reduction act, and
32 report its findings to the legislature by December 1, 2008.

33 **Sec. 210.** 2007 c 522 s 210 (uncodified) is amended to read as
34 follows:

35 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
36 **REHABILITATION PROGRAM**

37 General Fund--State Appropriation (FY 2008) (~~(\$12,986,000)~~)

1 (4) \$500,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$500,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for funding of the teamchild
4 project through the governor's juvenile justice advisory committee.

5 (5) \$85,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$85,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the continuation of the
8 postpartum depression campaign, including the design and production of
9 brochures in various languages, a radio public service announcement,
10 and other outreach and training efforts.

11 (6) \$200,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$200,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely to expand and enhance the juvenile
14 detention alternatives initiative. This funding is intended to add
15 three new program sites, support the addition of a data analyst, and to
16 provide resources for the state to participate in annual national
17 conferences.

18 (7) (~~(\$144,000)~~) \$95,000 of the general fund--state appropriation
19 for fiscal year 2008, (~~(\$111,000)~~) \$87,000 of the general fund--state
20 appropriation for fiscal year 2009, and (~~(\$136,000)~~) \$101,000 of the
21 general fund--federal appropriation are provided solely for the
22 implementation of Engrossed Second Substitute House Bill No. 1422
23 (incarcerated parents). If the bill is not enacted by June 30, 2007,
24 the amounts provided in this subsection shall lapse.

25 (8) \$12,000 of the general fund--state appropriation for fiscal
26 year 2009 and \$7,000 of the general fund--federal appropriation are
27 provided solely for the implementation of chapter 465, Laws of 2007.

28 (9) \$196,000 of the general fund--state appropriation for fiscal
29 year 2008, \$804,000 of the general fund--state appropriation for fiscal
30 year 2009, and \$581,000 of the general fund--federal appropriation are
31 provided solely for the development of a project plan, time line, and
32 budget plan for a more flexible payment system for independent home
33 care providers and others who collectively bargain for wages and
34 benefits. The legislature finds the amounts provided are sufficient to
35 fund the following related to a timely and expeditious transition to a
36 more flexible provider payroll system: (a) An appropriate request for
37 proposal; and (b) collection of the information necessary to develop
38 the budget proposal needed to seek budget authority for the system.

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

3 (1) Within amounts appropriated in this section and sections 205
4 and 206 of this act, the health care authority shall continue to
5 provide an enhanced basic health plan subsidy for foster parents
6 licensed under chapter 74.15 RCW and workers in state-funded home care
7 programs. Under this enhanced subsidy option, foster parents eligible
8 to participate in the basic health plan as subsidized enrollees and
9 home care workers with family incomes below 200 percent of the federal
10 poverty level shall be allowed to enroll in the basic health plan at
11 the minimum premium amount charged to enrollees with incomes below
12 sixty-five percent of the federal poverty level.

13 (2) The health care authority shall require organizations and
14 individuals that are paid to deliver basic health plan services and
15 that choose to sponsor enrollment in the subsidized basic health plan
16 to pay 133 percent of the premium amount which would otherwise be due
17 from the sponsored enrollees.

18 (3) The administrator shall take at least the following actions to
19 assure that persons participating in the basic health plan are eligible
20 for the level of assistance they receive: (a) Require submission of
21 (i) income tax returns, and recent pay history, from all applicants, or
22 (ii) other verifiable evidence of earned and unearned income from those
23 persons not required to file income tax returns; (b) check employment
24 security payroll records at least once every twelve months on all
25 enrollees; (c) require enrollees whose income as indicated by payroll
26 records exceeds that upon which their subsidy is based to document
27 their current income as a condition of continued eligibility; (d)
28 require enrollees for whom employment security payroll records cannot
29 be obtained to document their current income at least once every six
30 months; (e) not reduce gross family income for self-employed persons by
31 noncash-flow expenses such as, but not limited to, depreciation,
32 amortization, and home office deductions, as defined by the United
33 States internal revenue service; and (f) pursue repayment and civil
34 penalties from persons who have received excessive subsidies, as
35 provided in RCW 70.47.060(9).

36 (4) (~~(\$1,984,000 of the health services account state~~
37 ~~appropriation for fiscal year 2008 and \$6,315,000)) \$4,062,000 of the
38 health services account--state appropriation for fiscal year 2009~~

1 ((are)) is provided solely for additional enrollment in the basic
2 health plan. If available basic health plan slots are exceeded, the
3 authority shall maintain a waiting list and provide for notification
4 when slots become available.

5 (5) Appropriations in this act include specific funding for health
6 records banking under section 10 of Engrossed Second Substitute Senate
7 Bill No. 5930 (blue ribbon commission).

8 (6) \$11,934,000 of the health services account--state appropriation
9 for fiscal year 2008 and \$11,834,000 of the health services account--
10 state appropriation for fiscal year 2009 are provided solely for
11 funding for health care services provided through local community
12 clinics.

13 (7) \$784,000 of the health services account--state appropriation
14 for fiscal year 2008, \$1,676,000 of the health service account--state
15 appropriation for fiscal year 2009, \$540,000 of the general fund--
16 federal appropriation, and \$22,480,000 of the state health care
17 authority administrative account--state appropriation are provided for
18 the development of a new benefits administration and insurance
19 accounting system.

20 (8) \$2,500,000 of the health services account--state appropriation
21 for fiscal year 2009 is provided solely for the authority to provide
22 one-time competitive grants to community health centers to increase the
23 number of adults served on an ongoing basis. Each clinic receiving
24 grant funding shall report annually, beginning December 2008, on key
25 adult access indicators established by the authority, including but not
26 limited to increases in the number of low-income adults served.

27 ~~((8) \$2,137,000 of the health services account--state~~
28 ~~appropriation for fiscal year 2008 and \$1,000,000 of the health~~
29 ~~services account--state appropriation for fiscal year 2009 are provided~~
30 ~~solely for section 5 of Engrossed Second Substitute House Bill No. 1569~~
31 ~~(health insurance partnership board) and related provisions of~~
32 ~~Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon~~
33 ~~commission on health care).))~~

34 (9) \$664,000 of the health services account--state appropriation
35 for fiscal year 2008 and \$664,000 of the health services account--state
36 appropriation for fiscal year 2009 are provided solely for the
37 implementation of the Washington quality forum, pursuant to section 9

1 of Engrossed Second Substitute Senate Bill No. 5930 (blue ribbon
2 commission). If the section is not enacted by June 2007, the amounts
3 provided in this subsection shall lapse.

4 (10) \$600,000 of the state health care authority administrative
5 account--state appropriation is provided solely for the implementation
6 of the state employee health pilot, pursuant to section 41 of Engrossed
7 Second Substitute Senate Bill No. 5930 (blue ribbon commission). If
8 the section is not enacted by June 2007, the amounts provided in this
9 subsection shall lapse.

10 (11) \$250,000 of the health services account--state appropriation
11 for fiscal year 2008 and \$250,000 of the health services account--state
12 appropriation for fiscal year 2009 are provided solely for continuation
13 of the community health collaborative grant program in accordance with
14 chapter 67, Laws of 2006 (E2SSB 6459). The applicant organizations
15 must assure measurable improvements in health access within their
16 service region, demonstrate active collaboration with key community
17 partners, and provide two dollars in matching funds for each grant
18 dollar awarded.

19 (12) \$731,000 of the health services account--state appropriation
20 for fiscal year 2008 and \$977,000 of the health services account--state
21 appropriation for fiscal year 2009 are provided solely for the dental
22 residency program, including maintenance of the existing residency
23 positions and the establishment of six additional resident positions in
24 fiscal year 2008 (four in eastern Washington and two in the Seattle
25 area), and five additional positions in fiscal year 2009.

26 ((+14)) (13) Appropriations in this act include funding for
27 sections 14 (reducing unnecessary emergency room use) and 40 (state
28 employee health program) of Engrossed Second Substitute Senate Bill No.
29 5930 (blue ribbon commission).

30 **Sec. 215.** 2007 c 522 s 215 (uncodified) is amended to read as
31 follows:

32 **FOR THE HUMAN RIGHTS COMMISSION**

33	General Fund--State Appropriation (FY 2008)	((\$3,444,000))
34		<u>\$3,377,000</u>
35	General Fund--State Appropriation (FY 2009)	((\$3,350,000))
36		<u>\$3,787,000</u>
37	General Fund--Federal Appropriation	((\$1,345,000))

1 \$1,527,000
 2 TOTAL APPROPRIATION ((~~\$8,139,000~~))
 3 \$8,691,000

4 The appropriations in this section are subject to the following
 5 conditions and limitations: \$115,000 of the general fund--state
 6 appropriation for fiscal year 2008 and \$190,000 of the general fund--
 7 state appropriation for fiscal year 2009 are provided solely for
 8 implementation of Substitute House Bill No. 3193 or Engrossed
 9 Substitute Senate Bill No. 6776 (whistleblower protections). If
 10 neither bill is enacted by June 30, 2008, the amounts provided in this
 11 subsection shall lapse.

12 **Sec. 216.** 2007 c 522 s 216 (uncodified) is amended to read as
 13 follows:

14 **FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**
 15 Worker and Community Right-to-Know Account--State
 16 Appropriation \$20,000
 17 Accident Account--State Appropriation ((~~\$18,123,000~~))
 18 \$18,125,000
 19 Medical Aid Account--State Appropriation ((~~\$18,124,000~~))
 20 \$18,126,000
 21 TOTAL APPROPRIATION ((~~\$36,267,000~~))
 22 \$36,271,000

23 **Sec. 217.** 2007 c 522 s 217 (uncodified) is amended to read as
 24 follows:

25 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**
 26 Public Safety and Education Account--State
 27 Appropriation (FY 2008) ((~~\$15,537,000~~))
 28 \$15,680,000
 29 Public Safety and Education Account--State
 30 Appropriation (FY 2009) ((~~\$14,340,000~~))
 31 \$20,908,000
 32 Death Investigations Account--State Appropriation \$148,000
 33 Municipal Criminal Justice Assistance Account--
 34 State Appropriation \$460,000
 35 Washington Auto Theft Prevention Authority Account--
 36 State Appropriation \$12,322,000

1 TOTAL APPROPRIATION ((\$42,807,000))
2 \$49,518,000

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

5 (1) During the 2007-2009 biennium, the criminal justice training
6 commission is authorized to raise existing fees charged for firearms
7 certification for security guards in excess of the fiscal growth factor
8 established pursuant to RCW 43.135.055, if necessary, to meet the
9 actual costs of conducting the certification programs and the
10 appropriation levels in this section.

11 (2) \$2,390,000 of the public safety and education account--state
12 appropriation for fiscal year 2008 and (~~(\$956,000)~~) \$1,917,000 of the
13 public safety and education account--state appropriation for fiscal
14 year 2009 are provided solely for ten additional basic law enforcement
15 academies in fiscal year 2008 and (~~four~~) ten additional basic law
16 enforcement academies in fiscal year 2009. (~~Continued funding for
17 these additional academies is contingent upon the result of an office
18 of financial management forecast for future student demand for basic
19 law enforcement academies at the criminal justice training centers in
20 Burien and Spokane.~~)

21 (3) \$1,044,000 of the public safety and education account--state
22 appropriation for fiscal year 2008 and \$1,191,000 of the public safety
23 and education account--state appropriation for fiscal year 2009 are
24 provided solely for the Washington association of sheriffs and police
25 chiefs to continue to develop, maintain, and operate the jail booking
26 and reporting system (JBRS) and the statewide automated victim
27 information and notification system (SAVIN).

28 (4) \$28,000 of the public safety and education account--state
29 appropriation for fiscal year 2008 is provided solely for the
30 implementation of chapter 10, Laws of 2007 (SSB 5191, missing persons).

31 (5) \$5,400,000 of the Washington auto theft prevention authority
32 account--state appropriation for fiscal year 2008 and \$6,922,000 of the
33 Washington auto theft prevention authority account--state appropriation
34 for fiscal year 2009 are provided solely for the implementation of
35 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
36 bill is not enacted by June 30, 2007, the amounts provided in this
37 subsection shall lapse.

1 (6) \$150,000 of the public safety and education account--state
2 appropriation for fiscal year 2008 and \$150,000 of the public safety
3 and education account--state appropriation for fiscal year 2009 are
4 provided solely (~~for the implementation of Substitute House Bill No.~~
5 ~~1333 (child welfare). If the bill is not enacted by June 30, 2007, the~~
6 ~~amounts provided in this subsection shall lapse~~) to deliver multi-
7 disciplinary team training sessions aimed at improving the coordination
8 of, and communication between, agencies involved in the investigation
9 of child fatality, child sexual abuse, child physical abuse, and
10 criminal neglect cases.

11 (7) \$25,000 of the public safety and education account--state
12 appropriation for fiscal year 2008 is provided solely for the
13 implementation of Substitute Senate Bill No. 5987 (gang-related
14 offenses). If the bill is not enacted by June 30, 2007, the amount
15 provided in this subsection shall lapse.

16 (8) \$50,000 of the public safety and education account--state
17 appropriation for fiscal year 2008 and \$50,000 of the public safety and
18 education account--state appropriation for fiscal year 2009 are
19 provided solely for support of the coalition of small police agencies
20 major crimes task force. The purpose of this task force is to pool its
21 resources and to establish an efficient and cooperative approach in
22 addressing major violent crimes.

23 (9) \$20,000 of the public safety and education account--state
24 appropriation for fiscal year 2008 is provided solely for the
25 implementation of Substitute Senate Bill No. 5315 (forest
26 fires/property access). If the bill is not enacted by June 30, 2007,
27 the amount provided in this subsection shall lapse.

28 (10) \$5,000,000 of the public safety and education account--state
29 appropriation for fiscal year 2009 is provided to the Washington
30 association of sheriffs and police chiefs solely to verify the address
31 and residency of all registered sex offenders and kidnapping offenders
32 under RCW 9A.44.130. The Washington association of sheriffs and police
33 chiefs shall:

34 (a) Enter into performance-based agreements with units of local
35 government to ensure that registered offender address and residency are
36 verified:

37 (A) For level I offenders, every twelve months;

38 (B) For level II offenders, every six months; and

1 (vocational rehabilitation). If the bill is not enacted by June 30,
2 2007, the amount provided in this subsection shall lapse.

3 (3) \$822,000 of the medical aid account--state appropriation is
4 provided solely for vocational services professional staff salary
5 adjustments necessary to recruit and retain positions required for
6 anticipated changes in work duties as a result of Engrossed Substitute
7 Senate Bill No. 5920 (vocational rehabilitation). If the bill is not
8 enacted by June 30, 2007, the amount provided in this subsection shall
9 lapse. Compensation for anticipated changes to work duties is subject
10 to review and approval by the director of the department of personnel
11 and is subject to collective bargaining.

12 (4) \$8,000,000 of the medical aid account--state appropriation is
13 provided solely to establish a program of safety and health as
14 authorized by RCW 49.17.210 to be administered under rules adopted
15 pursuant to chapter 34.05 RCW, provided that projects funded involve
16 workplaces insured by the medical aid fund, and that priority is given
17 to projects fostering accident prevention through cooperation between
18 employers and employees or their representatives.

19 (5) \$600,000 of the medical aid account--state appropriation is
20 provided solely for the department to contract with one or more
21 independent experts to evaluate and recommend improvements to the
22 rating plan under chapter 51.18 RCW, including analyzing how risks are
23 pooled, the effect of including worker premium contributions in
24 adjustment calculations, incentives for accident and illness
25 prevention, return-to-work practices, and other sound risk-management
26 strategies that are consistent with recognized insurance principles.

27 (6) \$181,000 of the accident account--state appropriation and
28 \$181,000 of the medical aid account--state appropriation are provided
29 solely to implement Substitute Senate Bill No. 5443 (workers'
30 compensation claims). If the bill is not enacted by June 30, 2007, the
31 amounts provided in this subsection shall lapse.

32 (7) \$558,000 of the medical aid account--state appropriation is
33 provided solely to implement Engrossed Substitute Senate Bill No. 5290
34 (workers' compensation advisory committees). If the bill is not
35 enacted by June 30, 2007, the amount provided in this subsection shall
36 lapse.

37 (8) \$104,000 of the public safety and education account--state
38 appropriation for fiscal year 2008, \$104,000 of the public safety and

1 education account--state appropriation for fiscal year 2009, \$361,000
2 of the accident account--state appropriation, and \$361,000 of the
3 medical aid account--state appropriation are provided solely for
4 implementation of Engrossed Substitute Senate Bill No. 5675 (workers'
5 compensation benefits). If the bill is not enacted by June 30, 2007,
6 the amounts provided in this subsection shall lapse.

7 (9) \$730,000 of the medical aid account--state appropriation is
8 provided solely for implementation of Engrossed Second Substitute
9 Senate Bill No. 5930 (blue ribbon commission). If the bill is not
10 enacted by June 30, 2007, the amount provided in this subsection shall
11 lapse.

12 (10) \$437,000 of the accident account--state appropriation and
13 \$437,000 of the medical aid account--state appropriation are provided
14 solely for implementation of Substitute Senate Bill No. 5053
15 (industrial insurance ombudsman). If the bill is not enacted by June
16 30, 2007, the amounts provided in this subsection shall lapse.

17 (11) \$74,000 of the accident account--state appropriation and
18 \$74,000 of the medical aid--state appropriation are provided solely for
19 implementation of Engrossed Substitute Senate Bill No. 5915 (notices to
20 employers). If the bill is not enacted by June 30, 2007, the amounts
21 provided in this subsection shall lapse.

22 (12) \$605,000 of the accident account--state appropriation for
23 fiscal year 2008 is provided solely for a study of the incidence of
24 permanent total disability pensions in the state's workers'
25 compensation system. To conduct the study, the department shall
26 contract with an independent researcher that has demonstrated expertise
27 in workers' compensation systems. When selecting the independent
28 researcher, the department shall consult the labor and business members
29 of the workers' compensation advisory committee and, if the labor and
30 business members of the workers' compensation advisory committee agree
31 on a particular independent researcher, the department shall select
32 that independent researcher. The study must consider causes of the
33 recent increase in permanent total disability cases, future anticipated
34 permanent total disability trends, a comparison of Washington's
35 permanent total disability claims experience and injured workers with
36 other states and jurisdictions, the impact of the standard for finding
37 workers employable on the incidence of permanent total disability
38 pensions, and the impact of vocational rehabilitation under RCW

1 51.32.095 on the incidence of permanent total disability pensions. The
2 department shall report to the workers' compensation advisory
3 committee, the house of representatives commerce and labor committee,
4 and the senate labor, commerce, research and development committee on
5 the results of the study on or before July 1, 2008.

6 (13) \$1,089,000 of the accident account--state appropriation and
7 \$192,000 of the medical aid account--state appropriation are provided
8 solely for implementation of chapter 27, Laws of 2007 (ESHB 2171, crane
9 safety).

10 (14) \$100,000 of the general fund--federal appropriation and
11 \$192,000 of the manufactured home installation training account--state
12 appropriation are provided solely for Substitute House Bill No. 2118
13 (mobile/manufactured homes). If the bill is not enacted by June 30,
14 2007, the amounts provided in this subsection shall lapse.

15 (15) \$107,000 of the accident account--state appropriation and
16 \$107,000 of the medical aid account--state appropriation are provided
17 solely to implement Senate Bill No. 6839 (workers' compensation
18 coverage). If the bill is not enacted by June 30, 2008, the amounts
19 provided in this subsection shall lapse.

20 (16) \$224,000 of the general fund--state appropriation for fiscal
21 year 2009, \$741,000 of the accident account--state appropriation, and
22 \$741,000 of the medical aid account--state appropriation are provided
23 solely for implementation of Second Substitute Senate Bill No. 6732
24 (construction industry). If the bill is not enacted by June 30, 2008,
25 the amount provided in this subsection shall lapse.

26 (17) \$371,000 of the accident account--state appropriation and
27 \$68,000 of the medical aid account--state appropriation are provided
28 solely to implement Substitute Senate Bill No. 5900 (victims of
29 domestic violence). If the bill is not enacted by June 30, 2008, the
30 amounts provided in this subsection shall lapse.

31 (18) \$3,000 of the public safety and education account--state
32 appropriation for fiscal year 2008 and \$3,000 of the public safety and
33 education account--state appropriation for fiscal year 2009 are
34 provided solely to implement Substitute Senate Bill No. 6246
35 (industrial insurance claims). If the bill is not enacted by June 30,
36 2008, the amounts provided in this subsection shall lapse.

37 (19) The department of labor and industries shall enter into an

1 interagency agreement with the employment security department to expend
2 funds from the family leave insurance account for the implementation of
3 the family leave insurance program.

4 **Sec. 219.** 2007 c 522 s 219 (uncodified) is amended to read as
5 follows:

6 **FOR THE INDETERMINATE SENTENCE REVIEW BOARD**

7	General Fund--State Appropriation (FY 2008)	\$1,876,000
8	General Fund--State Appropriation (FY 2009)	(\$1,907,000)
9		<u>\$2,242,000</u>
10	TOTAL APPROPRIATION	(\$3,783,000)
11		<u>\$4,118,000</u>

12 The appropriations in this subsection are subject to the following
13 conditions and limitations: \$224,000 of the general fund--state
14 appropriation for fiscal year 2008 and \$210,000 of the general fund--
15 state appropriation for fiscal year 2009 are provided solely for the
16 implementation of House Bill No. 1220 (sentence review board). If the
17 bill is not enacted by June 30, 2007, the amounts provided in this
18 subsection shall lapse.

19 **Sec. 220.** 2007 c 522 s 220 (uncodified) is amended to read as
20 follows:

21 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

22 (1) HEADQUARTERS

23	General Fund--State Appropriation (FY 2008)	\$2,124,000
24	General Fund--State Appropriation (FY 2009)	\$2,183,000
25	Charitable, Educational, Penal, and Reformatory	
26	Institutions Account--State Appropriation	\$10,000
27	(Veterans Innovations Program Account	
28	Appropriation	\$1,437,000)
29	TOTAL APPROPRIATION	(\$5,754,000)
30		<u>\$4,317,000</u>

31 (2) FIELD SERVICES

32	General Fund--State Appropriation (FY 2008)	(\$5,126,000)
33		<u>\$5,264,000</u>
34	General Fund--State Appropriation (FY 2009)	(\$5,249,000)
35		<u>\$5,402,000</u>
36	General Fund--Federal Appropriation	(\$972,000)

1	Hospital Commission Account--State Appropriation . . .	((\$1,247,000))
2		<u>\$154,000</u>
3	Health Professions Account--State Appropriation . . .	((\$62,419,000))
4		<u>\$65,734,000</u>
5	Aquatic Lands Enhancement Account--State	
6	Appropriation	\$600,000
7	Emergency Medical Services and Trauma Care Systems	
8	Trust Account--State Appropriation	\$12,610,000
9	Safe Drinking Water Account--State Appropriation	\$3,064,000
10	<u>Public Health Services Account--State Appropriation</u>	<u>\$1,000,000</u>
11	Drinking Water Assistance Account--Federal	
12	Appropriation	((\$16,991,000))
13		<u>\$19,132,000</u>
14	Waterworks Operator Certification--State	
15	Appropriation	\$1,518,000
16	Drinking Water Assistance Administrative Account--	
17	State Appropriation	\$326,000
18	Water Quality Account--State Appropriation	
19	(FY 2008)	\$1,975,000
20	Water Quality Account--State Appropriation	
21	(FY 2009)	\$2,013,000
22	State Toxics Control Account--State Appropriation	\$3,415,000
23	Medical Test Site Licensure Account--State	
24	Appropriation	\$2,068,000
25	Youth Tobacco Prevention Account--State Appropriation	\$1,512,000
26	Public Health Supplemental Account--Private/Local	
27	Appropriation	((\$2,482,000))
28		<u>\$3,920,000</u>
29	Accident Account--State Appropriation	\$294,000
30	Medical Aid Account--State Appropriation	\$48,000
31	Health Services Account--State	
32	Appropriation (FY 2008)	\$42,122,000
33	Health Services Account--State	
34	Appropriation (FY 2009)	((\$46,663,000))
35		<u>\$51,440,000</u>
36	Tobacco Prevention and Control Account--State	
37	Appropriation	\$52,870,000
38	TOTAL APPROPRIATION	((\$1,005,773,000))

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

(1) The department is authorized to raise existing fees charged for its fee-supported programs in excess of the fiscal growth factor pursuant to RCW 43.135.055, if necessary, to meet the actual costs of conducting business and the appropriation levels in this section.

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

(3) \$877,000 of the health professions account appropriation is provided solely for implementation of Substitute House Bill No. 1099 (dental professions). If the bill is not enacted by June 30, 2007, the amount provided in this subsection shall lapse.

(4) \$198,000 of the general fund--state appropriation for fiscal year 2008 and \$24,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the implementation of Substitute House Bill No. 2304 (cardiac care services). If the bill is not enacted by June 30, 2007, the amounts provided in this subsection shall lapse.

(5) \$138,000 of the general fund--state appropriation for fiscal year 2008 and \$220,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for an evaluation of chronic care provider training.

1 (6) \$51,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$24,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the implementation of
4 Engrossed Substitute Senate Bill No. 5297 (sex education). If the bill
5 is not enacted by June 30, 2007, the amounts provided in this
6 subsection shall lapse.

7 (7) \$103,000 of the general fund--state appropriation for fiscal
8 year 2008 is provided solely for the implementation of Substitute House
9 Bill No. 1837 (nonambulatory persons). If the bill is not enacted by
10 June 30, 2007, the amount provided in this subsection shall lapse.

11 (8) \$201,000 of the general fund--private/local appropriation is
12 provided solely for the implementation of Substitute House Bill No.
13 2087 (health care facilities). If the bill is not enacted by June 30,
14 2007, the amount provided in this subsection shall lapse.

15 (9) \$293,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$287,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for public service announcements
18 regarding childhood lead poisoning, information pamphlets, rule
19 development, and for early identification of persons at risk of having
20 elevated blood-lead levels, which includes systematically screening
21 children under six years of age and other target populations identified
22 by the department.

23 (10) \$101,000 of the general fund--state appropriation for fiscal
24 year 2008, \$81,000 of the general fund--state appropriation for fiscal
25 year 2009, and \$6,000 of the general fund--private/local appropriation
26 are provided solely for the implementation of Engrossed Second
27 Substitute House Bill No. 1414 (ambulatory surgical facilities). If
28 the bill is not enacted by June 30, 2007, the amounts provided in this
29 subsection shall lapse.

30 (11) \$55,000 of the health professions account appropriation is
31 provided solely for the implementation of Substitute House Bill No.
32 1397 (massage therapy). If the bill is not enacted by June 30, 2007,
33 the amount provided in this subsection shall lapse.

34 (12) \$58,000 of the general fund--private/local appropriation is
35 provided solely for the implementation of Senate Bill No. 5398
36 (specialty hospitals). If the bill is not enacted by June 30, 2007,
37 the amount provided in this subsection shall lapse.

1 (13) \$34,000 of the general fund--state appropriation for fiscal
2 year 2008, \$44,000 of the general fund--state appropriation for fiscal
3 year 2009, and \$224,000 of the oyster reserve land account--state
4 appropriation are provided solely for the implementation of Engrossed
5 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
6 is not enacted by June 30, 2007, the amounts provided in this
7 subsection shall lapse.

8 (14) \$571,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$458,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for the implementation of Second
11 Substitute House Bill No. 1106 (hospital acquired infections). If the
12 bill is not enacted by June 30, 2007, the amounts provided in this
13 subsection shall lapse.

14 (15) \$4,000,000 of the general fund--state appropriation for fiscal
15 year 2008 (~~(and \$1,000,000)~~), \$5,000,000 of the general fund--state
16 appropriation for fiscal year 2009, and \$1,000,000 of the public health
17 services account--state appropriation are provided solely for
18 department of health-funded family planning clinics to increase the
19 capacity of the clinics to provide family planning and reproductive
20 health services to low-income men and women who are not otherwise
21 eligible for services through the department of social and health
22 services medical assistance program and for clinical or other health
23 services associated with sexually transmitted disease testing through
24 the infertility prevention project. Of these amounts, the department
25 is authorized to expend up to \$1,000,000 of its general fund--state
26 appropriation for fiscal year 2009 for services provided in fiscal year
27 2008, if necessary, to offset reductions in federal funding.

28 (16) \$1,000,000 of the general fund--state appropriation for fiscal
29 year 2008 is for one-time funding to purchase and store antiviral
30 medications to be used in accordance with the state pandemic influenza
31 response plan. These drugs are to be purchased through the United
32 States department of health and human services to take advantage of
33 federal subsidies.

34 (17) \$147,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$32,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the department of health to
37 provide relevant information on measures taken to facilitate expanded

1 use of reclaimed water pursuant to Engrossed Second Substitute Senate
2 Bill No. 6117 (reclaimed water). If the bill is not enacted by June
3 30, 2007, the amounts provided in this subsection shall lapse.

4 (18) \$550,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$550,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the lifelong AIDS alliance to
7 restore lost federal funding.

8 (19) \$250,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$250,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for medical nutritional therapy
11 for people with HIV/AIDS and other low-income residents in King county
12 with chronic illnesses.

13 (20) \$645,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$645,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the neurodevelopmental center
16 system, which provides therapy and medical services for young, low-
17 income children with developmental disabilities.

18 (21) \$100,000 of the general fund--state appropriation for fiscal
19 year 2008 is provided solely to continue the autism task force
20 established by chapter 259, Laws of 2005, through June 30, 2008. The
21 task force shall:

22 (a) Review and continue to refine criteria for regional autism
23 centers throughout Washington state based on community needs in each
24 area, and address the role of autism centers within the larger context
25 of developmental disabilities;

26 (b) Prioritize its December 2006 recommendations and develop an
27 implementation plan for the highest priorities. The plan should detail
28 how systems will coordinate to improve service and avoid duplication
29 between state agencies including the department of social and health
30 services, department of health, office of superintendent of public
31 instruction, as well as school districts, autism centers, and local
32 partners and providers. The plan shall also estimate the costs of the
33 highest priority recommendations and report to the legislature and
34 governor by December 1, 2007;

35 (c) Compile information for and draft the "Washington Service
36 Guidelines for Individuals with Autism - Birth Through Lifespan" book
37 described in the task force's recommendations. Funding to print and

1 distribute the book is expected to come from federal or private
2 sources; and

3 (d) Monitor the federal combating autism act and its funding
4 availability and make recommendations on applying for grants to assist
5 in implementation of the 2006 task force recommendations. The
6 department of health shall be the lead agency in providing staff for
7 the task force. The department may seek additional staff assistance
8 from the office of the superintendent of public instruction and the
9 committee staff of the legislature. Nonlegislative members, except
10 those representing an employer or organization, are entitled to be
11 reimbursed for travel expenses.

12 (22) \$200,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$200,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for implementation of the
15 Washington state hepatitis C strategic plan.

16 (23) \$142,000 of the health professions account appropriation is
17 provided solely for the implementation of Engrossed Substitute Senate
18 Bill No. 5403 (animal massage practitioners). If the bill is not
19 enacted by June 30, 2007, the amount provided in this subsection shall
20 lapse.

21 (24) \$174,000 of the health professions account appropriation is
22 provided solely for the implementation of Substitute Senate Bill No.
23 5503 (athletic trainers). If the bill is not enacted by June 30, 2007,
24 the amount provided in this subsection shall lapse.

25 (25) \$75,000 of the health professions account appropriation is
26 provided solely for the implementation of Engrossed Substitute Senate
27 Bill No. 5292 (physical therapist assistants). If the bill is not
28 enacted by June 30, 2007, the amount provided in this subsection shall
29 lapse.

30 (26) \$94,000 of the general fund--state appropriation for fiscal
31 year 2008 is provided solely to implement Engrossed Second Substitute
32 Senate Bill No. 6032 (medical use of marijuana). If the bill is not
33 enacted by June 30, 2007, the amount provided in this subsection shall
34 lapse.

35 (27) \$386,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$384,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the implementation of

1 Engrossed Substitute Senate Bill No. 5894 (large on-site sewage
2 systems). If the bill is not enacted by June 30, 2007, the amounts
3 provided in this subsection shall lapse.

4 (28) \$1,721,000 of the health professions account appropriation is
5 provided solely for the implementation of sections 11 and 12 (medical
6 information) of Engrossed Second Substitute Senate Bill No. 5930 (blue
7 ribbon commission on health care). If the sections are not enacted by
8 June 30, 2007, the amount provided in this subsection shall lapse.

9 (29) \$10,000,000 of the health services account--state
10 appropriation for fiscal year 2008 and \$10,000,000 of the health
11 services account--state appropriation for fiscal year 2009 are provided
12 solely for distribution to local health jurisdictions and for the costs
13 of administering the public health related sections of Engrossed Second
14 Substitute Senate Bill No. 5930 (blue ribbon commission on health
15 care), subject to the following conditions and limitations:

16 (a) During the month of January 2008, and January 2009, the
17 department of health shall distribute funds appropriated in this
18 section to local health jurisdictions, less an amount not to exceed
19 five percent for the costs of administering the public health related
20 sections of Engrossed Second Substitute Senate Bill No. 5930 (blue
21 ribbon commission on health care). The amount of funding for
22 distribution to a jurisdiction before the administrative deduction
23 shall be the greater of: (i) One hundred thousand dollars; or (ii) (A)
24 a base level of funding of seventy-five thousand dollars plus the per
25 capita amount, for a jurisdiction with a population of four hundred
26 thousand persons or fewer; or (B) a base level of funding of twenty-
27 five thousand dollars plus the per capita amount, for a jurisdiction
28 with a population greater than four hundred thousand persons. Amounts
29 distributed under this subsection must be used to fund core public
30 health functions of statewide significance as defined in Engrossed
31 Second Substitute Senate Bill No. 5930 (blue ribbon commission on
32 health care).

33 (b) For the purposes of this subsection:

34 (i) "Per capita amount" means an amount equal to seven million five
35 hundred thousand dollars multiplied by the proportion of the population
36 of the jurisdiction in the previous calendar year to the population of
37 the state in the previous calendar year.

1 (ii) "Population" means the number of persons as last determined by
2 the office of financial management. If the jurisdiction comprises a
3 single county, "population" means the number of persons in the county.
4 For a jurisdiction comprising two or more counties, "population" means
5 the number of persons in all counties comprising the jurisdiction.

6 (iii) "Local health jurisdiction" or "jurisdiction" means a county
7 board of health organized under chapter 70.05 RCW, a health district
8 organized under chapter 70.46 RCW, or a combined city and county health
9 department organized under chapter 70.08 RCW.

10 (c) The department may adopt rules necessary to administer this
11 subsection.

12 (30) \$15,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$35,000 of the health professions account--state
14 appropriation are provided solely for an evaluation of the economic
15 benefits to the state's health care system of the midwifery licensure
16 and regulatory program under chapter 18.50 RCW. In particular, the
17 department shall contract with a consultant to conduct a review of
18 existing research literature on whether these economic benefits exceed
19 the state expenditures to subsidize the cost of the midwifery licensing
20 and regulatory program under RCW 43.70.250. The evaluation shall
21 include an assessment of the economic benefits to consumers who elect
22 to have out-of-hospital births with midwives, including any reduced use
23 of procedures that increase the costs of childbirth. The department
24 shall submit the report to the appropriate policy and fiscal committees
25 of the legislature by January 1, 2008. (~~(If Engrossed House Bill No.~~
26 ~~1667 (health professions licensing fees) is enacted by June 30, 2007,~~
27 ~~the amounts provided in this subsection are provided solely for the~~
28 ~~purposes of that bill.))~~

29 (31) \$147,000 of the health professions account--state
30 appropriation is provided solely for the department of health to
31 convene a work group to develop recommendations regarding the need to
32 regulate those individuals currently registered with the department of
33 health as counselors. The department of health shall submit
34 recommendations of the work group to the legislature and governor by
35 November 15, 2007. Based on the recommendations of the work group, the
36 department of health shall draft credentialing guidelines for all
37 registered counselors by January 1, 2008. Guidelines shall include

1 education in risk assessment, ethics, professional standards, and
2 deadlines for compliance.

3 (32) \$680,000 of the health services account--state appropriation
4 for fiscal year 2009 is provided solely for the prescription monitoring
5 program under chapter 70.225 RCW. The attorney general shall deposit
6 to the health services account at least \$680,000 from the cy pres
7 monetary portion of the consent decree in settlement of the consumer
8 protection act litigation against Caremark Rx, LLC (King county
9 superior court cause no. 08-2-06098-5). The amount provided in this
10 subsection may be expended only to the extent that the attorney general
11 deposits these moneys to the health services account, to be expended
12 consistent with the terms of the consent decree.

13 (33) \$155,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for the implementation of Substitute
15 Senate Bill No. 6620 (biological remediation technologies). If the
16 bill is not enacted by June 30, 2008, the amount provided in this
17 subsection shall lapse.

18 (34) \$100,000 of the general fund--state appropriation for fiscal
19 year 2009 is provided solely for the implementation of Second
20 Substitute Senate Bill No. 6483 (local food production). If the bill
21 is not enacted by June 30, 2008, the amount provided in this subsection
22 shall lapse.

23 (35) \$557,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for the senior falls prevention pilot
25 program, pursuant to Second Substitute Senate Bill No. 6222 (long-term
26 care programs).

27 (36) \$585,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for the Washington state breast and
29 cervical health program to increase the provider reimbursement rate for
30 digital mammographies to the medicare equivalent rate.

31 (37) \$400,000 of the general fund--state appropriation for fiscal
32 year 2009 is provided solely for the child death review program. The
33 program shall be transferred from the community and family health
34 division to the injury prevention division within the department.

35 (38) \$155,000 of the general fund--state appropriation for fiscal
36 year 2009 is provided solely for the Kitsap county health district's
37 home visits for newborns program. In order to receive these funds, the

1 county health district must commit an equal amount of funding for this
2 purpose.

3 (39) \$200,000 of the general fund--state appropriation for fiscal
4 year 2009 is provided solely for the northwest sickle cell
5 collaborative program.

6 (40) \$77,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$154,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the restoration of
9 maxillofacial/cleft palate teams in Yakima, Spokane, Seattle, and
10 Tacoma.

11 (41) \$17,000 of the health professions account--state appropriation
12 is provided solely to implement Second Substitute Senate Bill No. 6220
13 (nurse delegation). If the bill is not enacted by June 30, 2008, the
14 amount provided in this subsection shall lapse.

15 (42) \$11,000 of the health professions account--state appropriation
16 is provided solely to implement Substitute Senate Bill No. 6439
17 (radiologist assistants). If the bill is not enacted by June 30, 2008,
18 the amount provided in this subsection shall lapse.

19 (43) \$77,000 of the general fund--state appropriation for fiscal
20 year 2009 and \$741,000 of the health professions account--state
21 appropriation are provided solely to implement Substitute Senate Bill
22 No. 6458 (health professionals). If the bill is not enacted by June
23 30, 2008, the amounts provided in this subsection shall lapse.

24 (44) The department of licensing and the department of health shall
25 jointly review and report to the appropriate policy committees of the
26 legislature by December 1, 2008, recommendations for implementing a
27 process of holding in abeyance for up to six months following the
28 conclusion of active duty service the expiration of, and currency
29 requirements for, professional licenses and certificates for
30 individuals who have been called to active duty military service.

31 (45) The higher education coordinating board, the department of
32 licensing, and the department of health shall jointly review and report
33 to appropriate policy committees of the legislature by December 1,
34 2008, on barriers and opportunities for increasing the extent to which
35 veterans separating from duty are able to apply skills sets and
36 education required while in service to certification, licensure, and
37 degree requirements.

1 (46) \$120,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$275,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for continued development and
4 implementation of the outbreak disease information network toolkit at
5 the department and other local government health departments.

6 (47) \$100,000 of the general fund--state appropriation for fiscal
7 year 2009 is provided solely for the department of health, in
8 consultation with the University of Washington, to report to the health
9 care and fiscal committees of the legislature on the results of a
10 retrospective study to review correlations between the use of
11 antidepressants or injectable medications and the incidence of death,
12 suicide, and injury. People who died of suicide, murder or
13 "spontaneous death" ("normal death" excluded) will be investigated and
14 cross-referenced with antidepressant and injectable drug history to see
15 if there is a temporal proximal relationship to the death and the
16 medication use. Reports from department's death records and federal
17 vaccine adverse event reporting system shall be sampled going back at
18 least 10 years. To the extent funds and data are available, the study
19 will examine correlations by whole and within subsets by age and gender
20 and drug type. Where data is lacking, the report must recommend
21 changes to the department's reporting systems to capture the data
22 required to monitor rates of antidepressant and injectable drug related
23 injury and deaths. This study will exclude injectable vitamins and
24 injectable pain killers.

25 (48) \$130,000 of the general fund--state appropriation is provided
26 solely for the midwifery licensure and regulatory program to offset a
27 reduction in revenue from fees. There shall be no change to the
28 current annual fees for new or renewed licenses for the midwifery
29 program. The department shall convene the midwifery advisory committee
30 on a quarterly basis to address issues related to licensed midwifery.

31 NEW SECTION. Sec. 222. A new section is added to 2007 c 522
32 (uncodified) to read as follows:

33 **FOR THE DEPARTMENT OF CORRECTIONS.** The appropriations to the
34 department of corrections in this act shall be expended for the
35 programs and in the amounts specified herein. However, after May 1,
36 2008, after approval by the director of financial management and unless
37 specifically prohibited by this act, the department may transfer

1 general fund--state appropriations for fiscal year 2008 between
 2 programs. The department shall not transfer funds, and the director of
 3 financial management shall not approve the transfer, unless the
 4 transfer is consistent with the objective of conserving, to the maximum
 5 extent possible, the expenditure of state funds and not federal funds.
 6 The director of financial management shall notify the appropriate
 7 fiscal committees of the senate and house of representatives in writing
 8 seven days prior to approving any deviations from appropriation levels.
 9 The written notification shall include a narrative explanation and
 10 justification of the changes, along with expenditures and allotments by
 11 budget unit and appropriation, both before and after any allotment
 12 modifications or transfers.

13 **Sec. 223.** 2007 c 522 s 223 (uncodified) is amended to read as
 14 follows:

15 **FOR THE DEPARTMENT OF CORRECTIONS**

16 (1) ADMINISTRATION AND SUPPORT SERVICES

17	General Fund--State Appropriation (FY 2008)	((\$57,968,000))
18		<u>\$57,680,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$52,911,000))
20		<u>\$54,140,000</u>
21	Washington Auto Theft Prevention Authority Account--	
22	State Appropriation	\$169,000
23	Violence Reduction and Drug Enforcement	
24	Account--State Appropriation (FY 2008)	\$13,000
25	Violence Reduction and Drug Enforcement	
26	Account--State Appropriation (FY 2009)	\$13,000
27	Public Safety and Education Account--State	
28	Appropriation (FY 2008)	\$1,467,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2009)	\$1,504,000
31	Pension Funding Stabilization Account--State	
32	Appropriation	\$1,280,000
33	TOTAL APPROPRIATION	((\$115,325,000))
34		<u>\$116,266,000</u>

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

1 (a) \$9,389,000 of the general fund--state appropriation for fiscal
2 year 2008 is provided solely for the completion of phase three of the
3 department's offender-based tracking system replacement project. This
4 amount is conditioned on the department satisfying the requirements of
5 section 902 of this act.

6 (b) \$35,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$35,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for the establishment and support
9 of a statewide council on mentally ill offenders that includes as its
10 members representatives of community-based mental health treatment
11 programs, current or former judicial officers, and directors and
12 commanders of city and county jails and state prison facilities. The
13 council will begin to investigate and promote cost-effective approaches
14 to meeting the long-term needs of adults and juveniles with mental
15 disorders who have a history of offending or who are at-risk of
16 offending, including their mental health, physiological, housing,
17 employment, and job training needs.

18 (c) \$169,000 of the Washington auto theft prevention authority
19 account--state appropriation for fiscal year 2008 is provided solely
20 for the implementation of Engrossed Third Substitute House Bill No.
21 1001 (auto theft). If the bill is not enacted by June 30, 2007, the
22 amount provided in this subsection shall lapse.

23 (d) \$102,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$95,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the implementation of
26 Engrossed Second Substitute House Bill No. 1422 (incarcerated parents).
27 If the bill is not enacted by June 30, 2007, the amounts provided in
28 this subsection shall lapse.

29 (e) Within funds appropriated in this section, the department shall
30 seek contracts for chemical dependency vendors to provide chemical
31 dependency treatment of offenders in corrections facilities, including
32 corrections centers and community supervision facilities, which have
33 demonstrated effectiveness in treatment of offenders and are able to
34 provide data to show a successful treatment rate.

35 (f) \$314,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$294,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for four additional staff to
38 collect and analyze data for programs funded through the offender

1 reentry initiative and collect, analyze, and disseminate information
2 required by the GMAP process, performance audits, data requests, and
3 quality assessments and assurances.

4 (g) \$32,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for implementation of Substitute Senate
6 Bill No. 6244 (conversion of facilities to house violators of community
7 supervision). If the bill is not enacted by June 30, 2008, the amount
8 provided in this subsection shall lapse.

9 (h)(i) The secretary shall establish an advisory committee, to be
10 known as the offenders in families advisory committee.

11 (ii) The advisory committee shall be advisory to the secretary.

12 (iii) Committee membership shall not exceed ten persons and shall
13 be representative of the characteristics of the populations of
14 offenders under the jurisdiction of the department, including
15 representing offender geographic, racial, and ethnic diversity. At
16 least five members of the advisory committee shall be family members of
17 offenders currently or formerly under the jurisdiction of the
18 department.

19 (iv) All committee members shall serve on a volunteer basis.

20 (v) The purpose of the advisory committee shall be to provide
21 advice on aspects of the administration and application of department
22 rules, policies, and programs in order to assist in:

23 (A) Strengthening procedures and practices which lessen the
24 possibility of adverse outcomes on the health, safety, welfare, and
25 rehabilitation of offenders;

26 (B) Providing information regarding the corrections system to
27 offenders and their families;

28 (C) Identifying issues and potential responses regarding the
29 corrections system for the department, governor, and legislature to
30 consider; and

31 (D) Providing information to interested members of the public
32 regarding the state's correctional system, including information on the
33 rights and responsibilities of offenders and their family members.

34 (i) Within the amounts provided in this section the department of
35 corrections, with assistance from the department of social and health
36 services, shall identify and evaluate alternatives for closure of the
37 McNeil Island corrections center. The evaluation shall include capital

1 and operating costs for ten years. Alternatives shall include, but may
2 not be limited to:

3 (i) Continued operation of McNeil Island corrections center and the
4 special commitment center, assuming no change in capacity at either
5 institution;

6 (ii) Construct or acquire and operate correctional institution
7 facilities to replace the offender capacity at McNeil Island
8 corrections center; and

9 (iii) Closure of McNeil Island corrections center. The department
10 of social and health services would assume sole responsibility for
11 providing the transportation, operations, utilities, and other
12 infrastructure associated with continued operation of the special
13 commitment center on McNeil Island.

14 The department shall report to the office of financial management and
15 legislative fiscal committees by December 31, 2008.

16 (2) CORRECTIONAL OPERATIONS

17	General Fund--State Appropriation (FY 2008)	((\$617,042,000))
18		<u>\$600,540,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$664,710,000))
20		<u>\$660,867,000</u>
21	General Fund--Federal Appropriation	((\$3,490,000))
22		<u>\$4,165,000</u>
23	<u>Public Safety and Education Account--State</u>	
24	<u>Appropriation (FY 2008)</u>	<u>\$1,050,000</u>
25	<u>Public Safety and Education Account--State</u>	
26	<u>Appropriation (FY 2009)</u>	<u>\$1,350,000</u>
27	Washington Auto Theft Prevention Authority Account--	
28	State Appropriation	\$1,338,000
29	Violence Reduction and Drug Enforcement	
30	Account--State Appropriation (FY 2008)	\$1,492,000
31	Violence Reduction and Drug Enforcement	
32	Account--State Appropriation (FY 2009)	\$1,492,000
33	Pension Funding Stabilization Account--State	
34	Appropriation	\$11,800,000
35	TOTAL APPROPRIATION	((\$1,301,364,000))
36		<u>\$1,284,094,000</u>

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

1 (a) The department may expend funds generated by contractual
2 agreements entered into for mitigation of severe overcrowding in local
3 jails. Any funds generated in excess of actual costs shall be
4 deposited in the state general fund. Expenditures shall not exceed
5 revenue generated by such agreements and shall be treated as a recovery
6 of costs.

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

10 (c) The department shall accomplish personnel reductions with the
11 least possible impact on correctional custody staff, community custody
12 staff, and correctional industries. For the purposes of this
13 subsection, correctional custody staff means employees responsible for
14 the direct supervision of offenders.

15 (d) During the 2007-09 biennium, when contracts are established or
16 renewed for offender pay phone and other telephone services provided to
17 inmates, the department shall select the contractor or contractors
18 primarily based on the following factors: (i) The lowest rate charged
19 to both the inmate and the person paying for the telephone call; and
20 (ii) the lowest commission rates paid to the department, while
21 providing reasonable compensation to cover the costs of the department
22 to provide the telephone services to inmates and provide sufficient
23 revenues for the activities funded from the institutional welfare
24 betterment account.

25 (e) The Harborview medical center shall provide inpatient and
26 outpatient hospital services to offenders confined in department of
27 corrections facilities at a rate no greater than the average rate that
28 the department has negotiated with other community hospitals in
29 Washington state.

30 (f) \$358,000 of the Washington auto theft prevention authority
31 account--state appropriation for fiscal year 2008 and \$980,000 of the
32 Washington auto theft prevention authority account--state appropriation
33 for fiscal year 2009 are provided solely for the implementation of
34 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the
35 bill is not enacted by June 30, 2007, the amounts provided in this
36 subsection shall lapse.

37 (g) \$22,000 of the general fund--state appropriation for fiscal
38 year 2008 and \$22,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the implementation of
2 Substitute House Bill No. 1097 (vulnerable adults). If the bill is not
3 enacted by June 30, 2007, the amounts provided in this subsection shall
4 lapse.

5 (h) \$22,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$22,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the implementation of
8 Substitute House Bill No. 1319 (correctional agency employee). If the
9 bill is not enacted by June 30, 2007, the amounts provided in this
10 subsection shall lapse.

11 (i) \$87,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$87,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for the implementation of House
14 Bill No. 1592 (sentence review board). If the bill is not enacted by
15 June 30, 2007, the amounts provided in this subsection shall lapse.

16 (j) \$544,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$496,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for development of individual
19 reentry plans to prepare offenders for release into the community as
20 generally described in Engrossed Substitute Senate Bill No. 6157
21 (offender recidivism). Individual reentry plans shall be based on an
22 assessment of the offender using a standardized and comprehensive tool.
23 The individual reentry plan may be one document, or may be a series of
24 individual plans that combine to meet the requirements. The individual
25 reentry plan shall, at a minimum, include:

26 (i) A plan to maintain contact with the inmate's children and
27 family, if appropriate. The plan should determine whether parenting
28 classes, or other services, are appropriate;

29 (ii) A description of the offender's education, certifications,
30 work experience, skills, and training; and

31 (iii) A plan for the offender during the period of incarceration
32 through reentry into the community that addresses the needs of the
33 offender including education, employment, substance abuse treatment,
34 mental health treatment, and family reunification. The individual
35 reentry plan shall be updated as appropriate during the period of
36 incarceration, and prior to the inmate's release to address public
37 safety concerns, consistency with the offender risk management level

1 assigned by the department, housing, and connecting with a community
2 justice center in the area in which the offender will be residing, if
3 a community justice center is located in that area.

4 (iv) If the appropriation in this subsection is not sufficient for
5 this program, the department shall prioritize the use of available
6 funds.

7 (k) \$102,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for implementation of Substitute Senate
9 Bill No. 6790 (post-secondary education pilot). If the bill is not
10 enacted by June 30, 2008, the amount provided in this subsection shall
11 lapse.

12 (3) COMMUNITY SUPERVISION

13	General Fund--State Appropriation (FY 2008)	((\$129,063,000))
14		<u>\$133,157,000</u>
15	General Fund--State Appropriation (FY 2009)	((\$140,462,000))
16		<u>\$148,650,000</u>
17	<u>General Fund--Federal Appropriation</u>	<u>\$416,000</u>
18	Public Safety and Education Account--State	
19	Appropriation (FY 2008)	((\$9,317,000))
20		<u>\$9,319,000</u>
21	Public Safety and Education Account--State	
22	Appropriation (FY 2009)	((\$9,680,000))
23		<u>\$9,682,000</u>
24	Pension Funding Stabilization Account--State	
25	Appropriation	\$2,800,000
26	TOTAL APPROPRIATION	((\$291,322,000))
27		<u>\$304,024,000</u>

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

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

35 (b) For the acquisition of properties and facilities, the
36 department of corrections is authorized to enter into financial
37 contracts, paid for from operating resources, for the purposes
38 indicated and in not more than the principal amounts indicated, plus

1 financing expenses and required reserves pursuant to chapter 39.94 RCW.
2 This authority applies to the following: Lease-develop with the option
3 to purchase or lease-purchase work release beds in facilities
4 throughout the state for \$8,561,000.

5 (c) \$1,167,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$2,295,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the establishment and
8 operation of community justice centers by the department as generally
9 described in Engrossed Substitute Senate Bill No. 6157 (offender
10 recidivism). At a minimum, a community justice center shall include:

11 (i) A violator program to allow the department to utilize a range
12 of available sanctions for offenders who violate conditions of their
13 supervision;

14 (ii) An employment opportunity program to assist an offender in
15 finding employment;

16 (iii) On-site services or resources for connecting offenders with
17 services such as mental health and substance abuse treatment,
18 transportation, training, family reunification, and community services;
19 and

20 (iv) The services of a transition coordinator to facilitate
21 connections between the former offender and the community. The
22 transition coordinator shall provide information to former offenders
23 regarding services available to them in the community including, but
24 not limited to housing assistance, employment assistance, education,
25 vocational training, parent education, financial literacy, treatment
26 for substance abuse, mental health, anger management, and shall assist
27 offenders in their efforts to access needed services.

28 (v) If the appropriation in this subsection is not sufficient for
29 this program, the department shall prioritize the use of available
30 funds.

31 (4) CORRECTIONAL INDUSTRIES

32	General Fund--State Appropriation (FY 2008)	((\$987,000))
33		<u>\$1,001,000</u>
34	General Fund--State Appropriation (FY 2009)	((\$2,347,000))
35		<u>\$2,369,000</u>
36	TOTAL APPROPRIATION	((\$3,334,000))
37		<u>\$3,370,000</u>

1 The appropriations in this subsection are subject to the following
 2 conditions and limitations: (~~(\$110,000)~~) \$124,000 of the general
 3 fund--state appropriation for fiscal year 2008 and (~~(\$110,000)~~)
 4 \$132,000 of the general fund--state appropriation for fiscal year 2009
 5 are provided solely for transfer to the jail industries board. The
 6 board shall use the amounts provided only for administrative expenses,
 7 equipment purchases, and technical assistance associated with advising
 8 cities and counties in developing, promoting, and implementing
 9 consistent, safe, and efficient offender work programs.

10 (5) INTERAGENCY PAYMENTS

11	General Fund--State Appropriation (FY 2008)	((\$35,026,000))
12		<u>\$35,036,000</u>
13	General Fund--State Appropriation (FY 2009)	((\$35,175,000))
14		<u>\$35,192,000</u>
15	TOTAL APPROPRIATION	((\$70,201,000))
16		<u>\$70,228,000</u>

17 The appropriations in this subsection are subject to the following
 18 conditions and limitations: \$35,000 of the general fund--state
 19 appropriation for fiscal year 2008 is provided solely for expenditures
 20 related to the *Farrakhan v. Locke* litigation.

21 **Sec. 224.** 2007 c 522 s 224 (uncodified) is amended to read as
 22 follows:

23 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

24	General Fund--State Appropriation (FY 2008)	\$2,566,000
25	General Fund--State Appropriation (FY 2009)	\$2,636,000
26	General Fund--Federal Appropriation	((\$17,702,000))
27		<u>\$17,704,000</u>
28	General Fund--Private/Local Appropriation	\$20,000
29	TOTAL APPROPRIATION	((\$22,924,000))
30		<u>\$22,926,000</u>

31 The appropriations in this subsection are subject to the following
 32 conditions and limitations: \$4,000 of the general fund--state
 33 appropriation for fiscal year 2008 and \$4,000 of the general fund--
 34 state appropriation for fiscal year 2009 are provided solely for an
 35 adjustment to the agency lease rate for space occupied and parking in

1 the Tacoma Rhodes center. The department of general administration
2 shall increase lease rates to meet the cash gain/loss break-even point
3 for the Tacoma Rhodes center effective July 1, 2007.

4 **Sec. 225.** 2007 c 522 s 225 (uncodified) is amended to read as
5 follows:

6 **FOR THE SENTENCING GUIDELINES COMMISSION**

7	General Fund--State Appropriation (FY 2008)	\$937,000
8	General Fund--State Appropriation (FY 2009)	(\$959,000)
9		<u>\$1,254,000</u>
10	TOTAL APPROPRIATION	(\$1,896,000)
11		<u>\$2,191,000</u>

12 The appropriations in this section are subject to the following
13 conditions and limitations: \$295,000 of the general fund--state
14 appropriation for fiscal year 2009 is provided solely for
15 implementation of Substitute Senate Bill No. 6596 (sex offender policy
16 board). If the bill is not enacted by June 30, 2008, the amount
17 provided in this subsection shall lapse.

18 **Sec. 226.** 2007 c 522 s 226 (uncodified) is amended to read as
19 follows:

20 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

21	General Fund--State Appropriation (FY 2008)	\$60,000
22	General Fund--State Appropriation (FY 2009)	\$60,000
23	General Fund--Federal Appropriation	(\$265,906,000)
24		<u>\$265,918,000</u>
25	General Fund--Private/Local Appropriation	(\$33,877,000)
26		<u>\$33,881,000</u>
27	Unemployment Compensation Administration Account--	
28	Federal Appropriation	(\$253,644,000)
29		<u>\$255,340,000</u>
30	Administrative Contingency Account--State	
31	Appropriation	(\$31,273,000)
32		<u>\$26,364,000</u>
33	Employment Service Administrative Account--State	
34	Appropriation	(\$32,055,000)
35		<u>\$34,105,000</u>
36	<u>Family Leave Insurance Account--State Appropriation</u>	<u>\$6,218,000</u>

1 TOTAL APPROPRIATION ((\$616,875,000))
2 \$621,946,000

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

5 (1) \$4,578,000 of the unemployment compensation administration
6 account--federal appropriation is provided from funds made available to
7 the state by section 903(d) of the social security act (Reed Act).
8 These funds are authorized to provide direct services to unemployment
9 insurance claimants and providing job search review.

10 (2) \$2,300,000 of the unemployment compensation administration
11 account--federal appropriation is provided from amounts made available
12 to the state by section 903(d) of the social security act (Reed Act).
13 This amount is authorized to continue implementation of chapter 4, Laws
14 of 2003 2nd sp. sess. and for implementation costs relating to chapter
15 133, Laws of 2005 (unemployment insurance).

16 (3) (~~(\$12,348,000)~~) \$23,162,000 of the unemployment compensation
17 administration account--federal appropriation is provided from amounts
18 made available to the state by section 903(d) of the social security
19 act (Reed Act). This amount is authorized to continue current
20 unemployment insurance functions and department services to employers
21 and job seekers.

22 (4) \$372,000 of the administrative contingency account--state
23 appropriation is provided solely to implement Substitute Senate Bill
24 No. 5653 (self-employment). If the bill is not enacted by June 30,
25 2007, the amount provided in this subsection shall lapse.

26 (5) \$12,054,000 of the unemployment compensation administration
27 account--federal appropriation is provided from amounts made available
28 to the state by section 903(d) of the social security act (Reed act).
29 This amount is authorized to fund the unemployment insurance tax
30 information system (TAXIS) technology initiative for the employment
31 security department.

32 (6) \$430,000 of the unemployment compensation administration
33 account--federal appropriation is provided from amounts made available
34 to the state by section 903(d) of the social security act (Reed act).
35 This amount is authorized to replace high-risk servers used by the
36 unemployment security department.

37 (7) \$503,000 of the unemployment compensation administration
38 account--federal appropriation is provided from amounts made available

1 to the state by section 903(d) of the social security act (Reed act).
2 This amount is authorized to provide a system to track computer
3 upgrades and changes for the unemployment security department.

4 (8) \$183,000 of the unemployment compensation administration
5 account--federal appropriation is provided from the amounts made
6 available to the state by section 903(d) of the social security act
7 (Reed Act). This amount is authorized to conduct a feasibility study
8 to integrate job search data systems.

9 (9) \$2,331,000 of the unemployment compensation administration
10 account--federal appropriation is provided from amounts made available
11 to the state by section 903(d) of the social security act (Reed Act).
12 This amount is authorized for hardware and software to ensure the
13 ongoing, reliable operation of the telecenters.

14 (10) \$488,000 of the unemployment compensation administration
15 account--federal appropriation is provided from amounts made available
16 to the state by section 903(d) of the social security act (Reed Act).
17 This amount is authorized for the relocation of the WorkSource office
18 in Lakewood.

19 (11) \$6,218,000 of the family leave insurance account--state
20 appropriation is provided solely for implementation of the family leave
21 insurance program.

22 (a) The amount provided in this subsection assumes that, in
23 developing the information technology systems to support the payment of
24 benefits, the department will incorporate the claim filing and benefit
25 payment efficiencies recommended by the joint legislative task force on
26 family leave insurance in Part III of its final report dated January
27 23, 2008, including:

28 (i) Eliminating the option for awarding attorney fees and costs for
29 administrative hearings;

30 (ii) Authorizing claims for benefits to be filed in the six-week
31 period beginning on the first day of the calendar week in which the
32 individual is on family leave;

33 (iii) Not requiring claimants to verify the birth of a child or the
34 placement of a child for adoption;

35 (iv) Including an attestation from the claimant that written notice
36 has been provided to the employer of the intention to take family
37 leave; and

1 (v) Not deducting and withholding federal income taxes from benefit
2 payments.

3 (b) In addition, the department shall incorporate the following
4 claim filing and benefit payment efficiencies:

5 (i) Define "qualifying year" to mean the first four of the last
6 five completed calendar quarters or, if eligibility is not established,
7 the last four completed calendar immediately preceding the first day of
8 the application year;

9 (ii) Allow individuals to file a claim for benefits in the six-week
10 period beginning on the first day of the calendar year in which the
11 individual is on family leave; and

12 (iii) After an initial family leave insurance benefit is paid,
13 subsequent payments must be made biweekly, rather than semimonthly,
14 thereafter.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2007 c 522 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 2008)	\$524,000
General Fund--State Appropriation (FY 2009)	\$548,000
General Fund--Federal Appropriation	\$9,000
General Fund--Private/Local Appropriation	\$1,056,000
TOTAL APPROPRIATION	\$2,137,000

Sec. 302. 2007 c 522 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2008)	(\$50,030,000)	\$50,109,000
General Fund--State Appropriation (FY 2009)	(\$49,941,000)	\$52,417,000
General Fund--Federal Appropriation	(\$83,365,000)	\$83,531,000
General Fund--Private/Local Appropriation		\$13,648,000
Special Grass Seed Burning Research		
Account--State Appropriation		\$14,000
Reclamation Account--State Appropriation	(\$4,073,000)	\$4,228,000
Flood Control Assistance Account--State Appropriation	(\$3,961,000)	\$4,161,000
<u>Aquatic Lands Account--State Appropriation</u>		\$400,000
State Emergency Water Projects Revolving		
Account--State Appropriation		\$390,000
Waste Reduction/Recycling/Litter		
Control--State Appropriation	(\$19,701,000)	\$19,703,000
State Drought Preparedness--State Appropriation		\$117,000
State and Local Improvements Revolving Account		

1	(Water Supply Facilities)--State Appropriation	\$425,000
2	Vessel Response Account--State Appropriation	((\$1,438,000))
3		<u>\$1,649,000</u>
4	Freshwater Aquatic Algae Control Account--State	
5	Appropriation	\$509,000
6	Site Closure Account--State Appropriation	\$702,000
7	Water Quality Account--State Appropriation	
8	(FY 2008)	((\$16,490,000))
9		<u>\$15,137,000</u>
10	Water Quality Account--State Appropriation	
11	(FY 2009)	((\$15,894,000))
12		<u>\$17,249,000</u>
13	Wood Stove Education and Enforcement Account--State	
14	Appropriation	\$373,000
15	Worker and Community Right-to-Know Account--State	
16	Appropriation	\$2,269,000
17	State Toxics Control Account--State Appropriation . .	((\$98,184,000))
18		<u>\$99,717,000</u>
19	State Toxics Control Account--Private/Local	
20	Appropriation	\$381,000
21	Local Toxics Control Account--State Appropriation . .	((\$19,154,000))
22		<u>\$20,806,000</u>
23	Water Quality Permit Account--State Appropriation . .	((\$38,900,000))
24		<u>\$37,406,000</u>
25	Underground Storage Tank Account--State Appropriation . . .	\$3,777,000
26	((Environmental Excellence Account--State Appropriation . .	\$504,000))
27	Biosolids Permit Account--State Appropriation	\$1,410,000
28	Hazardous Waste Assistance Account--State	
29	Appropriation	((\$5,902,000))
30		<u>\$5,904,000</u>
31	Air Pollution Control Account--State Appropriation	\$6,328,000
32	Oil Spill Prevention Account--State Appropriation . .	((\$12,614,000))
33		<u>\$12,616,000</u>
34	Air Operating Permit Account--State Appropriation . . .	((\$3,266,000))
35		<u>\$2,814,000</u>
36	Freshwater Aquatic Weeds Account--State Appropriation . . .	\$1,697,000
37	Oil Spill Response Account--State Appropriation	\$7,078,000
38	Metals Mining Account--State Appropriation	\$14,000

1 creation of one or more wetland banks and other measures to protect
2 habitat functions and values while accommodating urban growth in the
3 region. Priority shall be given to state and local government
4 partnerships for wetland characterization. The department shall issue
5 a report of its findings and recommendations on how wetland mitigation
6 success can be improved to the office of financial management and the
7 appropriate policy committees of the legislature.

8 (6) \$260,000 of the state toxics control account--state
9 appropriation is provided solely to support pesticide container
10 recycling activities in Washington.

11 (7) \$250,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$250,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for a pilot project to provide
14 grants to two local government jurisdictions located in the Puget Sound
15 area to improve compliance with existing environmental laws. Grant
16 funds shall be used for providing information on existing requirements,
17 providing technical assistance necessary to comply on a voluntary
18 basis, and taking enforcement action.

19 (8) \$1,257,000 of the reclamation account--state appropriation is
20 provided solely to implement Substitute Senate Bill No. 5881 (water
21 power license fees). If the bill is not enacted by June 30, 2007, the
22 amount provided in this section shall lapse.

23 (9) \$694,000 of the underground storage tank account--state
24 appropriation is provided solely to implement Substitute Senate Bill
25 No. 5475 (underground storage tanks). If the bill is not enacted by
26 June 30, 2007, the amount provided in this section shall lapse.

27 (10) \$2,026,000 of the local toxics control account--state
28 appropriation is provided solely for local governments located near
29 hazardous waste clean-up sites, including Duwamish Waterway,
30 Commencement Bay, and Bellingham Bay, to work with small businesses and
31 citizens to safely manage hazardous and solid wastes to prevent the
32 contamination.

33 (11) \$876,000 of the state toxics control account and \$876,000 of
34 the local toxics control account are provided solely for public
35 participation grants related to toxic cleanup sites within and around
36 Puget Sound.

37 (12) (~~(\$1,000,000)~~) \$831,000 of the general fund--state
38 appropriation for fiscal year 2008 and (~~(\$1,000,000)~~) \$1,169,000 of the

1 general fund--state appropriation for fiscal year 2009 are provided
2 solely to implement watershed plans. Of this amount, (~~(\$110,000)~~)
3 \$313,650 of the general fund--state appropriation for fiscal year 2008
4 and (~~(\$160,000)~~) \$646,350 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely to support the implementation of
6 the WRIA 1 watershed plan and the Bertrand watershed improvement
7 district plan, including but not limited to implementation of the
8 Nooksack River basin stream gauging program, study of the feasibility
9 of a public utility district pipeline in the Bertrand watershed (~~and~~
10 ~~\$250,000 of the general fund--state appropriation for fiscal year 2008~~
11 ~~and \$350,000 of the general fund--state appropriation for fiscal year~~
12 ~~2009 are provided solely to study water storage and augmentation in the~~
13 ~~Bertrand watershed and \$90,000 of the general fund--state appropriation~~
14 ~~for fiscal year 2008 is provided solely for plan preparation and~~
15 ~~development in the Fishtrap watershed)), study and construction of
16 water storage and augmentation in the Bertrand watershed, and
17 preparation and development of the next subbasin watershed plan agreed
18 to by the Bertrand instream flow policy group.~~

19 (13) \$75,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$75,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely to implement Second Substitute
22 House Bill No. 2220 (shellfish). The department shall develop, by
23 rule, guidelines for the appropriate siting and operation of geoduck
24 aquaculture operations to be included in any master program under the
25 shorelines management act. If the bill is not enacted by June 30,
26 2007, the amounts provided in this subsection shall lapse.

27 (14) \$15,000 of the general fund--state appropriation for fiscal
28 year 2008 and \$15,000 of the general fund--state appropriation for
29 fiscal year 2009 are provided solely for convening a stakeholder group
30 to recommend establishing a sustainable statewide regional CBRNE/Hazmat
31 response capability.

32 (15) \$100,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$100,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to implement key recommendations
35 and actions identified in the "Washington's Ocean Action Plan:
36 Enhancing Management of Washington State's Ocean and Outer Coast". The
37 department shall provide a progress report on implementing this plan to

1 the appropriate policy committees of the legislature by December 31,
2 2008.

3 (16) (~~(\$300,000)~~) \$464,000 of the general fund--state appropriation
4 for fiscal year 2008 and (~~(\$300,000)~~) \$136,000 of the general fund--
5 state appropriation for fiscal year 2009 are provided solely to
6 implement Engrossed Substitute Senate Bill No. 6001 (climate change).
7 If the bill is not enacted by June 30, 2007, the amounts provided in
8 this subsection shall lapse.

9 (17) \$75,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$75,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the department to oversee
12 beach seaweed removal in the west Seattle Fauntleroy community. The
13 department may spend up to \$25,000 of this amount for its cost of
14 administration.

15 (18) (~~(\$405,000)~~) \$693,000 of the state toxics control account is
16 provided solely for implementation of Senate Bill No. 5421
17 (environmental covenants). If the bill is not enacted by June 30,
18 2007, the amount provided in this section shall lapse.

19 (19) \$99,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$100,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for a marshland study of key areas
22 of salmon habitat along the Snohomish river estuary.

23 (20) \$196,000 of the general fund--state appropriation for fiscal
24 year 2008, \$132,000 of the general fund--state appropriation for fiscal
25 year 2009, and \$19,000 of the oil spill prevention account
26 appropriation are provided solely to implement Engrossed Substitute
27 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
28 enacted by June 30, 2007, the department shall execute activities as
29 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
30 partnership).

31 (21) \$150,000 of the general fund--state appropriation for fiscal
32 year 2008 is provided solely for the department to contract with the
33 U.S. institute for environmental conflict resolution, a federal agency,
34 to develop a pilot water management process with three federally
35 recognized treaty Indian tribes. \$50,000 of the general fund--state
36 appropriation for fiscal year 2008 is provided solely for the northwest
37 Indian fisheries commission to help establish the pathway for the
38 process in federal agencies.

1 (22) \$250,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely to continue the pilot water pathways
3 project through the remainder of the biennium. The department will
4 work with the northwest Indian fisheries commission and the U.S.
5 institute on environmental conflict resolution to find resolution on
6 persistent water policy issues between tribes and nontribal entities.

7 (23) \$319,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$241,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the implementation of
10 Engrossed Second Substitute Senate Bill No. 6117 (reclaimed water). If
11 the bill is not enacted by June 30, 2007, the amounts provided in this
12 subsection shall lapse.

13 ~~((+23+))~~ (24) \$53,000 of the oil spill prevention account--state
14 appropriation is provided solely for the implementation of Senate Bill
15 No. 5552 (penalties for oil spills). If the bill is not enacted by
16 June 30, 2007, the amount provided in this subsection shall lapse.

17 ~~((+24+))~~ (25) \$50,000 of the general fund--state appropriation for
18 fiscal year 2008 and \$50,000 of the general fund--state appropriation
19 for fiscal year 2009 are provided solely to the department to convene
20 a shellfish aquaculture regulatory committee, composed of a balanced
21 representation from interested state regulatory agencies, Native
22 American tribes, local governments and the environmental and shellfish
23 farming communities. The group will be facilitated by the office of
24 regulatory assistance and will address federal, state, and local
25 regulatory issues related to shellfish farming.

26 (26) \$85,000 of the state toxics control account--state
27 appropriation is provided solely for the department to research and
28 develop recommendations for implementation and financing of a
29 convenient and effective mercury-added general purpose light recycling
30 program. In developing these recommendations, the department must
31 consult with the solid waste advisory committee and stakeholders,
32 including representatives from small businesses, residents, local
33 governments, and environmental organizations.

34 (27) \$108,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for Engrossed Substitute Senate Bill No.
36 6308 (relating to climate change research, preparation, and
37 adaptation). If the bill is not enacted by June 30, 2008, the amount
38 provided in this subsection shall lapse.

1 (28) \$70,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for Substitute Senate Bill No. 6805
3 (relating to promoting farm and forest land preservation and
4 environmental restoration through conservation markets). If the bill
5 is not enacted by June 30, 2008, the amount provided in this subsection
6 shall lapse.

7 (29) \$250,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely for Substitute Senate Bill No. 6508
9 (relating to beach management districts). If the bill is not enacted
10 by June 30, 2008, the amount provided in this subsection shall lapse.

11 (30) \$195,000 of the general fund--state appropriation for fiscal
12 year 2009 is provided solely to support a collaborative process to
13 design a proposed comprehensive water management structure for the
14 Walla Walla river basin. The proposed structure should address the
15 allocation of functions, authorities, resource requirements, and issues
16 associated with interstate watershed management of the basin. Invited
17 participants should include but not be limited to the confederated
18 tribes of the Umatilla Indian reservation; appropriate state agencies;
19 and Walla Walla basin interests such as municipalities, irrigation
20 districts, conservation districts, fisheries, agriculture, economic
21 development, and environmental representatives. A report outlining the
22 proposed governance and water management structure shall be submitted
23 to the governor and the appropriate committees of the legislature by
24 November 15, 2008.

25 (31) \$80,000 of the state toxics control account--state
26 appropriation is provided solely for the department to create a
27 stakeholder advisory committee to review and develop recommendations to
28 help businesses achieve a fifty percent toxics reduction use goal. The
29 committee shall: (a) Review and make recommendations to improve the
30 effectiveness and delivery of technical assistance in pollution
31 prevention planning; (b) develop recommendations for strategies to
32 encourage moving away from "end-of-pipe" pollution reduction approaches
33 to increase hazardous waste prevention throughout the state; and (c)
34 review and make recommendations on revising the hazardous waste
35 planning fee under RCW 70.95E.030, including opportunities to provide
36 incentives that reward businesses for toxic use reduction successes in
37 meeting a fifty percent toxics use reduction goal. The committee shall

1 report its findings and recommendations to the fiscal and policy
2 committees of the senate and house of representatives by November 1,
3 2008.

4 (32) \$256,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,027,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for Engrossed Second Substitute
7 House Bill No. 2815 (reducing greenhouse gases emissions in the
8 Washington economy). In participating in the western climate
9 initiative, the director of the department shall seek to ensure that
10 the design for a regional multisector market-based system confers
11 equitable economic benefits and opportunities to our hydropower-based
12 electricity sector compared to electricity sectors that rely primarily
13 on fossil-fueled generation by having that system recognize, at a
14 minimum: (a) Voluntary investments made by Washington utilities in
15 energy efficiency measures; (b) emission reduction benefits that other
16 participants in the western climate initiative derive from consuming
17 renewable energy generated in Washington; and (c) adverse impacts that
18 climate change uniquely has upon the capabilities of hydroelectric
19 power generation. If the bill is not enacted by June 30, 2008, the
20 amounts provided in this subsection shall lapse.

21 **Sec. 303.** 2007 c 522 s 303 (uncodified) is amended to read as
22 follows:

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

24	General Fund--State Appropriation (FY 2008)	((\$48,365,000))
25		<u>\$48,970,000</u>
26	General Fund--State Appropriation (FY 2009)	((\$50,166,000))
27		<u>\$50,261,000</u>
28	General Fund--Federal Appropriation	((\$4,545,000))
29		<u>\$5,745,000</u>
30	General Fund--Private/Local Appropriation	\$73,000
31	Winter Recreation Program Account--State	
32	Appropriation	((\$1,116,000))
33		<u>\$1,560,000</u>
34	Off-Road Vehicle Account--State Appropriation	\$238,000
35	Snowmobile Account--State Appropriation	\$4,839,000
36	Aquatic Lands Enhancement Account--State Appropriation	\$365,000
37	Public Safety and Education Account--State	

1	Appropriation (FY 2008)	\$23,000
2	Public Safety and Education Account--State	
3	Appropriation (FY 2009)	\$24,000
4	Parks Renewal and Stewardship Account--State	
5	Appropriation	\$36,606,000
6	Parks Renewal and Stewardship Account--Private/Local	
7	Appropriation	\$300,000
8	TOTAL APPROPRIATION	((\$146,660,000))
9		<u>\$149,004,000</u>

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

12 (1) Fees approved by the state parks and recreation commission in
13 the 2007-09 biennium are authorized to exceed the fiscal growth factor
14 under RCW 43.135.055.

15 (2) \$79,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$79,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for a grant for the operation of
18 the Northwest avalanche center.

19 (3) \$300,000 of the general fund--state appropriation for fiscal
20 year 2008 is provided solely for project scoping and cost estimating
21 for the agency's 2009-11 capital budget submittal.

22 (4) \$2,255,000 of the general fund--state appropriation for fiscal
23 year 2009 is provided solely for costs associated with relocating the
24 commission's Tumwater headquarters office.

25 (5) \$272,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$271,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for costs associated with
28 relocating the commission's eastern Washington regional headquarters
29 office.

30 (6) \$1,000,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$1,000,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for replacing vehicles and
33 equipment.

34 (7) \$1,611,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$1,428,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for planned and emergency
37 maintenance of park facilities.

1 (8) \$1,700,000 of the general fund--federal appropriation for
2 fiscal year 2009 is provided solely for the recreational boating safety
3 program.

4 (9) \$954,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$1,007,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the operations of Cama Beach
7 state park.

8 (10) \$25,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$25,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for implementation of Substitute
11 Senate Bill No. 5219 (weather and avalanche center). If the bill is
12 not enacted by June 30, 2007, the amounts provided in this subsection
13 shall lapse.

14 (11) \$9,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$9,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for implementation of Substitute
17 Senate Bill No. 5463 (forest fire protection). If the bill is not
18 enacted by June 30, 2007, the amounts provided in this subsection shall
19 lapse.

20 (12) (~~(\$42,000)~~) \$9,000 of the general fund--state appropriation
21 for fiscal year 2008 and (~~(\$42,000)~~) \$9,000 of the general fund--state
22 appropriation for fiscal year 2009 are provided solely for
23 implementation of Substitute Senate Bill No. 5236 (public lands
24 management). If the bill is not enacted by June 30, 2007, the amounts
25 provided in this subsection shall lapse.

26 (13) \$264,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$217,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely to establish a pilot lifeguard
29 program at Lake Sammamish and Nolte state parks. The department shall
30 complete a comprehensive risk analysis to determine if expansion of the
31 lifeguard program or other drowning risk reduction measures should be
32 implemented. The department shall report its findings to the office of
33 financial management and the appropriate committees of the legislature
34 by July 1, 2009.

35 (14) (~~(\$232,000)~~) \$455,000 of the general fund--state appropriation
36 for fiscal year 2008 and (~~(\$233,000)~~) \$10,000 of the general fund--
37 state appropriation for fiscal year 2009 are provided solely for the
38 development of a long-range plan for Fort Worden state park, including

1 architectural and site design guidelines, business and operations
2 implementation, site and facilities use plan, and for the department to
3 convene a task force to recommend alternative governance structures for
4 the park.

5 (15) \$1,600,000 of the parks renewal stewardship account--state
6 appropriation is provided solely for operating state parks, developing
7 and renovating park facilities, undertaking deferred maintenance,
8 enhancing park stewardship and other state park purposes, pursuant to
9 Substitute House Bill No. 2275 (raising funds for state parks).
10 Expenditures from the amount provided in this subsection shall not
11 exceed actual revenues received under Substitute House Bill No. 2275.
12 If the bill is not enacted by June 30, 2007, the amounts provided in
13 this subsection shall lapse.

14 (16) \$40,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for Substitute Senate Bill No. 6395
16 (protecting southern resident orca whales from disturbances by
17 vessels). If the bill is not enacted by June 30, 2008, the amount
18 provided in this subsection shall lapse.

19 (17) \$58,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$73,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for one-time financial assistance
22 to the northwest weather and avalanche center, administered by the
23 United States forest service, to keep the center operational through
24 the remainder of the biennium.

25 (18) \$195,000 of the general fund--state appropriation for fiscal
26 year 2009 is provided solely for grants to the Mount Tahoma trails
27 association to assist with purchase of snow equipment.

28 **Sec. 304.** 2007 c 522 s 304 (uncodified) is amended to read as
29 follows:

30 **FOR THE ((~~INTERAGENCY COMMITTEE FOR OUTDOOR RECREATION~~)) RECREATION**
31 **AND CONSERVATION FUNDING BOARD**

32	General Fund--State Appropriation (FY 2008)	\$1,557,000
33	General Fund--State Appropriation (FY 2009)	\$1,600,000
34	General Fund--Federal Appropriation	\$18,409,000
35	General Fund--Private/Local Appropriation	\$250,000
36	Aquatic Lands Enhancement Account--State Appropriation	\$277,000
37	Water Quality Account--State Appropriation (FY 2008)	\$100,000

1	Water Quality Account--State Appropriation (FY 2009)	\$100,000
2	Firearms Range Account--State Appropriation	\$37,000
3	Recreation Resources Account--State Appropriation	\$2,819,000
4	Nonhighway and Off-Road Vehicles Activities Program	
5	Account--State Appropriation	\$1,004,000
6	Boating Activities Account--State Appropriation	((\$2,000,000))
7		<u>\$1,000,000</u>
8	TOTAL APPROPRIATION	((\$28,153,000))
9		<u>\$27,153,000</u>

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

12 (1) \$16,025,000 of the general fund--federal appropriation is
13 provided solely for implementation of the forest and fish agreement
14 rules. These funds shall be allocated to the department of natural
15 resources and the department of fish and wildlife.

16 (2) \$22,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$22,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for the implementation of
19 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
20 is not enacted by June 30, 2007, the department shall execute
21 activities as described in Engrossed Substitute Senate Bill No. 5372
22 (Puget Sound partnership).

23 (3) ~~((\$2,000,000))~~ \$1,000,000 of the boating activities account--
24 state appropriation is provided solely to implement Substitute House
25 Bill No. 1651 (boating activities). ~~((If the bill is not enacted by
26 June 30, 2007, the amount provided in this subsection shall lapse.))~~

27 **Sec. 305.** 2007 c 522 s 305 (uncodified) is amended to read as
28 follows:

29 **FOR THE ENVIRONMENTAL HEARINGS OFFICE**

30	General Fund--State Appropriation (FY 2008)	((\$1,134,000))
31		<u>\$1,144,000</u>
32	General Fund--State Appropriation (FY 2009)	\$1,161,000
33	TOTAL APPROPRIATION	((\$2,295,000))
34		<u>\$2,305,000</u>

35 The appropriations in this section are subject to the following
36 condition and limitation: \$10,000 of the general fund--state

1 appropriation for fiscal year 2008 is provided solely for employee
2 retirement buyout costs.

3 **Sec. 306.** 2007 c 522 s 306 (uncodified) is amended to read as
4 follows:

5 **FOR THE CONSERVATION COMMISSION**

6	General Fund--State Appropriation (FY 2008)	\$2,889,000
7	General Fund--State Appropriation (FY 2009)	(\$2,913,000)
8		<u>\$3,087,000</u>
9	General Fund--Federal Appropriation	\$1,178,000
10	Water Quality Account--State Appropriation (FY 2008) .	(\$7,301,000)
11		<u>\$5,301,000</u>
12	Water Quality Account--State Appropriation (FY 2009) .	(\$7,326,000)
13		<u>\$5,326,000</u>
14	TOTAL APPROPRIATION	(\$21,607,000)
15		<u>\$17,781,000</u>

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

18 (1) \$100,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$100,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for supplementary basic funding
21 grants to the state's lowest-income conservation districts. The
22 supplementary grant process shall be structured to aid recipients in
23 becoming financially self-sufficient in the future.

24 (2) \$250,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$250,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely to implement Substitute Senate
27 Bill No. 5108 (office of farmland preservation). If the bill is not
28 enacted by June 30, 2007, the amounts provided in this subsection shall
29 lapse.

30 (3) \$250,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$250,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the pioneers in conservation
33 program to provide grants through a competitive process to agricultural
34 landowners for projects that benefit fish and wildlife restoration and
35 farm operations. Grants must be matched by an equal amount or more
36 from nonstate sources with priority for projects identified in the

1 Puget Sound Chinook salmon recovery plan and the Puget Sound
2 partnership strategy.

3 (4) \$78,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$72,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely to implement Engrossed Second
6 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill
7 is not enacted by June 30, 2007, the department shall execute
8 activities as described in Engrossed Substitute Senate Bill No. 5372
9 (Puget Sound partnership).

10 (5) \$174,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for Substitute Senate Bill No. 6805 (farm
12 and forest land preservation and environmental restoration through
13 conservation markets). If the bill is not enacted by June 30, 2008,
14 the amount provided in this subsection shall lapse.

15 **Sec. 307.** 2007 c 522 s 307 (uncodified) is amended to read as
16 follows:

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

18	General Fund--State Appropriation (FY 2008)	((\$55,453,000))
19		<u>\$56,213,000</u>
20	General Fund--State Appropriation (FY 2009)	((\$52,743,000))
21		<u>\$55,392,000</u>
22	General Fund--Federal Appropriation	((\$52,666,000))
23		<u>\$52,671,000</u>
24	General Fund--Private/Local Appropriation	((\$37,447,000))
25		<u>\$37,451,000</u>
26	Off-Road Vehicle Account--State Appropriation	\$416,000
27	Aquatic Lands Enhancement Account--State	
28	Appropriation	\$6,070,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2008)	\$268,000
31	Public Safety and Education Account--State	
32	Appropriation (FY 2009)	\$325,000
33	Recreational Fisheries Enhancement--State	
34	Appropriation	\$3,628,000
35	Warm Water Game Fish Account--State Appropriation	\$3,024,000
36	Eastern Washington Pheasant Enhancement	
37	Account--State Appropriation	\$754,000

1	Aquatic Invasive Species Enforcement Account--State	
2	Appropriation	\$204,000
3	Aquatic Invasive Species Prevention Account--State	
4	Appropriation	\$842,000
5	Wildlife Account--State Appropriation	((\$66,508,000))
6		<u>\$64,329,000</u>
7	Wildlife Account--Federal Appropriation	((\$34,552,000))
8		<u>\$34,556,000</u>
9	Wildlife Account--Private/Local Appropriation	((\$13,288,000))
10		<u>\$13,290,000</u>
11	Game Special Wildlife Account--State Appropriation	((\$1,991,000))
12		<u>\$2,491,000</u>
13	Game Special Wildlife Account--Federal Appropriation	\$8,923,000
14	Game Special Wildlife Account--Private/Local	
15	Appropriation	\$486,000
16	Water Quality Account--State Appropriation (FY 2008)	\$160,000
17	Water Quality Account--State Appropriation (FY 2009)	\$160,000
18	((Environmental Excellence Account--State Appropriation))	\$15,000
19	Regional Fisheries Salmonid Recovery Account--Federal	
20	Appropriation	((\$2,751,000))
21		<u>\$5,001,000</u>
22	Oil Spill Prevention Account--State Appropriation	\$1,104,000
23	Oyster Reserve Land Account--State Appropriation	\$417,000
24	Wildlife Rehabilitation Account--State Appropriation	((\$352,000))
25		<u>\$270,000</u>
26	TOTAL APPROPRIATION	((\$344,547,000))
27		<u>\$348,445,000</u>

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

30 (1) The department shall use the department of printing for
31 printing needs. Funds provided in this section may not be used to
32 staff or fund a stand-alone printing operation.

33 (2) \$175,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$175,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for the implementation of hatchery
36 reform recommendations defined by the hatchery scientific review group.

37 (3) The department shall support the activities of the aquatic
38 nuisance species coordination committee to foster state, federal,

1 tribal, and private cooperation on aquatic nuisance species issues.
2 The committee shall strive to prevent the introduction of nonnative
3 aquatic species and to minimize the spread of species that are
4 introduced.

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

10 (5) \$400,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$400,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for a state match to support the
13 Puget Sound nearshore partnership between the department and the U.S.
14 army corps of engineers.

15 (6) The department shall assist the office of regulatory assistance
16 in implementing activities consistent with the governor's regulatory
17 improvement program. The department shall support and provide
18 expertise to facilitate, coordinate, and simplify citizen and business
19 interactions so as to improve state regulatory processes involving
20 state, local, and federal stakeholders.

21 (7) \$634,000 of the general fund--state appropriation for fiscal
22 year 2008 is provided solely for operations and fish production costs
23 at department-operated Mitchell act hatchery facilities.

24 (8) ~~((Within the amount provided for the agency, the department
25 shall implement a joint management and collaborative enforcement
26 agreement with the confederated tribes of the Colville and the Spokane
27 tribe.))~~ \$609,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for the department to implement a pilot
29 project with the Confederated Tribes of the Colville Reservation to
30 develop expanded recreational fishing opportunities on Lake Rufus Woods
31 and its northern shoreline and to conduct joint enforcement of lake
32 fisheries on Lake Rufus Woods and adjoining waters, pursuant to state
33 and tribal intergovernmental agreements developed under the Columbia
34 River water supply program.

35 (a) For the purposes of the pilot project:

36 (i) A fishing permit issued to a nontribal member by the Colville
37 Tribes shall satisfy the license requirement of RCW 77.32.010 on the
38 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

1 (ii) The Colville Tribes have agreed to provide to holders of its
2 nontribal member fishing permits a means to demonstrate that fish in
3 their possession were lawfully taken in Lake Rufus Woods;

4 (iii) A Colville tribal member identification card shall satisfy
5 the license requirement of RCW 77.32.010 on all waters of Lake Rufus
6 Woods;

7 (iv) The department and the Colville Tribes shall jointly designate
8 fishing areas on the north shore of Lake Rufus Woods for the purposes
9 of enhancing access to the recreational fisheries on the lake; and

10 (v) The Colville Tribes have agreed to recognize a fishing license
11 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal
12 member fishing permit requirements of Colville tribal law on the
13 reservation portion of the waters of Lake Rufus Woods and at designated
14 fishing areas on the north shore of Lake Rufus Woods;

15 (b) The director, in collaboration with the Colville Tribes, shall
16 provide an interim report to the office of financial management and the
17 appropriate committees of the legislature by December 31, 2008. The
18 report shall describe the status of the pilot project, and make
19 recommendations as needed to fully implement the project, pursuant to
20 the state and tribal agreement on Lake Rufus Woods.

21 (9) \$182,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$182,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely to continue the ballast water
24 management program in Puget Sound and expand the program to include the
25 Columbia river and coastal ports.

26 (10) \$250,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$250,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for hatchery facility maintenance
29 improvements.

30 (11) \$440,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$409,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for estimates of juvenile
33 abundance of federally listed salmon and steelhead populations. The
34 department shall report to the office of financial management and the
35 appropriate fiscal committees of the legislature with a letter stating
36 the use and measurable results of activities that are supported by
37 these funds.

1 (12) \$125,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$125,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the strategic budget and
4 accountability program.

5 (13) \$113,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$113,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely to implement Engrossed Substitute
8 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
9 enacted by June 30, 2007, the department shall execute activities as
10 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
11 partnership).

12 (14) Prior to submitting its 2009-11 biennial operating and capital
13 budget request related to state fish hatcheries to the office of
14 financial management, the department shall contract with the hatchery
15 scientific review group (HSRG) to review this request. This review
16 shall: (a) Determine if the proposed requests are consistent with HSRG
17 recommendations; (b) prioritize the components of the requests based on
18 their contributions to protecting wild salmonid stocks and meeting the
19 recommendations of the HSRG; and (c) evaluate whether the proposed
20 requests are being made in the most cost effective manner. The
21 department shall provide a copy of the HSRG review to the office of
22 financial management and the appropriate legislative committees by
23 October 1, 2008.

24 (15) \$43,000 of the general fund--state appropriation for fiscal
25 year 2008 is provided solely for the implementation of Substitute
26 Senate Bill No. 5447 (coastal Dungeness crab). If the bill is not
27 enacted by June 30, 2007, the amount provided in this subsection shall
28 lapse.

29 (16) \$4,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$4,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for the implementation of
32 Substitute Senate Bill No. 5463 (forest fire protection). If the bill
33 is not enacted by June 30, 2007, the amounts provided in this
34 subsection shall lapse.

35 (17) \$89,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$89,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely for the implementation of

1 Substitute Senate Bill No. 6141 (forest health). If the bill is not
2 enacted by June 30, 2007, the amounts provided in this subsection shall
3 lapse.

4 (18) \$204,000 of the aquatic invasive species enforcement account--
5 state appropriation is provided solely for the implementation of
6 Substitute Senate Bill No. 5923 (aquatic invasive species). If the
7 bill is not enacted by June 30, 2007, the amount provided in this
8 subsection shall lapse.

9 ~~(19) ((\$42,000 of the general fund--state appropriation for fiscal~~
10 ~~year 2008 and \$42,000 of the general fund--state appropriation for~~
11 ~~fiscal year 2009 are provided solely for the implementation of~~
12 ~~Substitute Senate Bill No. 5236 (public lands management). If the bill~~
13 ~~is not enacted by June 30, 2007, the amounts provided in this~~
14 ~~subsection shall lapse.~~

15 ~~(20))~~ \$352,000 of the wildlife rehabilitation account is provided
16 solely for the implementation of Senate Bill No. 5188 (wildlife
17 rehabilitation). If the bill is not enacted by June 30, 2007, the
18 amounts provided in this subsection shall lapse.

19 ~~((21))~~ (20) \$77,000 of the general fund--state appropriation for
20 fiscal year 2008 and \$75,000 of the general fund--state appropriation
21 for fiscal year 2009 are provided solely for the department of fish and
22 wildlife to participate in the upper Columbia salmon recovery plan
23 implementation, habitat conservation plan hatchery committees, and the
24 priest rapids salmon and steelhead agreement hatchery technical
25 committee.

26 ~~((22))~~ (21)(a) Within existing funds, the department of fish and
27 wildlife shall sell the upper 20-acre parcel of the Beebe springs
28 property.

29 (b) Proceeds from the sale are to be used to develop the Beebe
30 springs natural interpretive site. Up to \$300,000 of the general
31 fund--state appropriation for fiscal year 2009 is provided solely for
32 the development of the Beebe springs natural interpretive site. The
33 department shall not expend more than the amount received from the sale
34 proceeds.

35 ~~((25))~~ (22) \$50,000 of the general fund--state appropriation for
36 fiscal year 2008 and \$49,000 of the general fund--state appropriation
37 for fiscal year 2009 are provided solely to implement Substitute House

1 Bill No. 2049 (marine resource committees). If the bill is not enacted
2 by June 30, 2007, the amounts provided in this subsection shall lapse.
3 ~~((+26+))~~ (23) \$35,000 of the general fund--state appropriation for
4 fiscal year 2008 and \$35,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for a study of introducing
6 oxygen to the waters of Hood Canal. The study shall propose a location
7 in a small marine area where a large number of bottom-dwelling fish
8 species exist, and analyze the impact of injected dissolved oxygen on
9 aquatic life. The department shall report to the appropriate
10 committees of the legislature on the results of the study and recommend
11 whether to proceed with a project to inject oxygen into Hood Canal.
12 ~~((+27+))~~ (24) \$1,310,000 of the general fund--state appropriation
13 for fiscal year 2008 is provided solely to replace state wildlife
14 account funds for the engineering program and ~~((+\$1,190,000))~~ \$610,000
15 of the general fund--state appropriation for fiscal year 2008 are
16 provided solely to replace state wildlife account funds for the
17 hydraulic project permitting program, including the development of a
18 permit fee schedule for the hydraulic project approval program to make
19 the program self supporting. Fees may be based on factors relating to
20 the complexity of the permit issuance. The fees received by the
21 department must be deposited into the state wildlife account and shall
22 be expended exclusively for the purposes of the hydraulic project
23 permitting program. By December 1, 2008, the department shall provide
24 a permit fee schedule for the hydraulic project approval program to the
25 office of financial management and the appropriate committees of the
26 legislature.
27 ~~((+28+))~~ (25) \$245,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$245,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided solely to the department to work in
30 cooperation with the department of natural resources to assist with the
31 implementation of the wild horse coordinated resource management plan.
32 Implementation may include providing grant funding to other state and
33 nonstate entities as needed.
34 ~~((+29+))~~ (26) \$270,000 of the general fund--state appropriation for
35 fiscal year 2008 and \$270,000 of the general fund--state appropriation
36 for fiscal year 2009 are provided solely for the department to develop
37 siting guidelines for power generation facilities, provide technical

1 assistance for permitting, support voluntary compliance with the
2 guidelines, and to conduct bird and wildlife assessments on state lands
3 most eligible for wind power leases.

4 ~~((31))~~ (27) \$50,000 of the general fund--state appropriation for
5 fiscal year 2008 is provided solely to implement Second Substitute
6 House Bill No. 2220 (shellfish). The department shall develop and
7 maintain an electronic database for aquatic farmer registration. If
8 the bill is not enacted by June 30, 2007, the amount provided in this
9 subsection shall lapse.

10 (28) \$289,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$301,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for selective fisheries.

13 (29) During the 2007-09 biennium, the department shall not make a
14 permanent closure of any hatchery facility currently in operation.

15 (30) Within existing funds, the department shall continue
16 implementing its capital program action plan dated September 1, 2007,
17 including the purchase of the necessary maintenance and support costs
18 for the capital programs and engineering tools. The department shall
19 report to the office of financial management and the appropriate
20 committees of the legislature its progress in implementing the plan,
21 including improvements instituted in its capital program, by September
22 30, 2008.

23 (31) \$500,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for Second Substitute Senate Bill No. 6227
25 (outer coast marine resources committees). If the bill is not enacted
26 by June 30, 2008, the amount provided in this subsection shall lapse.

27 (32) \$115,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for Substitute Senate Bill No. 6231
29 (marine protected areas). If the bill is not enacted by June 30, 2008,
30 the amount provided in this subsection shall lapse.

31 (33) \$46,000 of the general fund--state appropriation for fiscal
32 year 2009 is provided solely for Substitute Senate Bill No. 6307 (Puget
33 Sound marine managed areas). If the bill is not enacted by June 30,
34 2008, the amount provided in this subsection shall lapse.

35 (34) \$46,000 of the general fund--state appropriation for fiscal
36 year 2009 is provided solely for Substitute Senate Bill No. 6395 (orca
37 whales). If the bill is not enacted by June 30, 2008, the amount
38 provided in this subsection shall lapse.

1 (35) \$75,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely to implement the 2008 Wiley Slough
3 restoration project report to the legislature recommendation to
4 establish a private farmland, public recreation partnership that would
5 provide farmland preservation, waterfowl management, and public
6 recreational access.

7 (36) \$175,000 of the general fund--state appropriation for fiscal
8 year 2009 is provided solely to convene a work group to study solutions
9 for improving outbound juvenile salmon migration at Electron Dam on the
10 Puyallup River. The work group shall include one member of the house
11 of representatives, one member of the senate, one representative from
12 the department of fish and wildlife, one representative from Puget
13 Sound energy, and one representative from the Puyallup Tribe of
14 Indians. The work group shall present its findings and recommendations
15 to the appropriate committees of the legislature by January 1, 2009.

16 (37) As part of its 2009-11 biennial budget request, the department
17 shall submit a report detailing the methodology for determining the
18 value of payment in lieu of taxes as provided in RCW 79.70.130. At a
19 minimum, the report will show the number of acres subject to the
20 payment in lieu of taxes, the tax rates assumed by each affected
21 county, and the resulting value of the state general fund obligation.

22 (38) \$55,000 of the general fund--state appropriation for fiscal
23 year 2008 is provided for the 2008 fishing season for Wenatchee and
24 Entiat fisheries only if the target numbers are met as outlined in the
25 national oceanic and atmospheric administration (NOAA) permit and if
26 the permit is issued as promised by NOAA in May 2008.

27 **Sec. 308.** 2007 c 522 s 308 (uncodified) is amended to read as
28 follows:

29 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

30	General Fund--State Appropriation (FY 2008)	((\$48,497,000))
31		<u>\$51,302,000</u>
32	General Fund--State Appropriation (FY 2009)	((\$50,818,000))
33		<u>\$51,966,000</u>
34	General Fund--Federal Appropriation	((\$25,235,000))
35		<u>\$27,862,000</u>
36	General Fund--Private/Local Appropriation	\$1,413,000
37	Forest Development Account--State Appropriation	((\$58,165,000))

1		<u>\$58,173,000</u>
2	Off-Road Vehicle Account--State Appropriation	((\$4,318,000))
3		<u>\$4,235,000</u>
4	Surveys and Maps Account--State Appropriation	\$2,536,000
5	Aquatic Lands Enhancement Account--State	
6	Appropriation	((\$7,773,000))
7		<u>\$7,964,000</u>
8	Resources Management Cost Account--State	
9	Appropriation	((\$96,177,000))
10		<u>\$96,189,000</u>
11	Surface Mining Reclamation Account--State	
12	Appropriation	\$3,295,000
13	Disaster Response Account--State Appropriation	\$5,000,000
14	Forest and Fish Support Account--State Appropriation	((\$4,000,000))
15		<u>\$7,000,000</u>
16	Water Quality Account--State Appropriation (FY 2008)	\$1,348,000
17	Water Quality Account--State Appropriation (FY 2009)	\$1,360,000
18	Aquatic Land Dredged Material Disposal Site	
19	Account--State Appropriation	\$1,337,000
20	Natural Resources Conservation Areas Stewardship	
21	Account--State Appropriation	\$34,000
22	State Toxics Control Account--State Appropriation	\$80,000
23	Air Pollution Control Account--State Appropriation	\$570,000
24	Nonhighway and Off-Road Vehicle Activities Program	
25	Account--State Appropriation	\$982,000
26	Derelict Vessel Removal Account--State Appropriation	\$3,652,000
27	Agricultural College Trust Management Account--State	
28	Appropriation	\$2,064,000
29	TOTAL APPROPRIATION	((\$318,654,000))
30		<u>\$328,362,000</u>

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

33 (1) ((~~\$122,000~~)) \$1,021,000 of the general fund--state
34 appropriation for fiscal year 2008 and ((~~\$162,000~~)) \$1,043,000 of the
35 general fund--state appropriation for fiscal year 2009 are provided
36 solely for deposit into the agricultural college trust management
37 account and are provided solely to manage approximately 70,700 acres of
38 Washington State University's agricultural college trust lands.

1 (2) (~~(\$11,463,000)~~) \$14,920,000 of the general fund--state
2 appropriation for fiscal year 2008, (~~(\$13,792,000)~~) \$13,542,000 of the
3 general fund--state appropriation for fiscal year 2009, and \$5,000,000
4 of the disaster response account--state appropriation are provided
5 solely for emergency fire suppression. None of the general fund and
6 disaster response account amounts provided in this subsection may be
7 used to fund agency indirect and administrative expenses. Agency
8 indirect and administrative costs shall be allocated among the agency's
9 remaining accounts and appropriations.

10 (3) Fees approved by the department of natural resources and the
11 board of natural resources in the 2007-09 biennium are authorized to
12 exceed the fiscal growth factor under RCW 43.135.055.

13 (4) \$198,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$199,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for the department to work with
16 appropriate stakeholders and state agencies in determining how
17 privately owned lands, in combination with other land ownership such as
18 public and tribal lands, contribute to wildlife habitat. The
19 assessment will also determine how commercial forests, forest lands on
20 the urban fringe, and small privately-owned forest lands that are
21 managed according to Washington's forest and fish prescriptions, in
22 combination with other forest management activities, function as
23 wildlife habitat now and in the future.

24 (5) (~~(\$2,500,000)~~) \$5,000,000 of the forest and fish support
25 account--state appropriation is provided solely for adaptive
26 management, monitoring, and participation grants to tribes. If federal
27 funding for this purpose is reinstated, the amount provided in this
28 subsection shall lapse. The department shall compile the outcomes of
29 these grants annually and submit them to the office of financial
30 management by September 1 of 2008 and 2009.

31 (6) \$400,000 of the forest and fish support account--state
32 appropriation is provided solely for adaptive management, monitoring,
33 and participation grants to the departments of ecology and fish and
34 wildlife. If federal funding for this purpose is reinstated, this
35 subsection shall lapse.

36 (7) The department shall prepare a feasibility study that analyzes
37 applicable business processes and develops the scope, requirements, and
38 alternatives for replacement of the department's current suite of

1 payroll-support systems. The department shall use an independent
2 consultant to assist with the study, and shall submit the completed
3 analysis to the office of financial management, the department of
4 personnel, and the department of information services by August 1,
5 2008.

6 (8) \$600,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$600,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to continue interagency agreements
9 with the department of fish and wildlife and the department of ecology
10 for forest and fish report field implementation tasks.

11 (9) All department staff serving as recreation-management trail
12 stewards shall be noncommissioned.

13 (10) \$112,000 of the aquatic lands enhancement account--state
14 appropriation is provided solely for spartina eradication efforts. The
15 department may enter into agreements with federal agencies to eradicate
16 spartina from private lands that may provide a source of reinfestation
17 to public lands.

18 (11) \$40,000 of the general fund--state appropriation for fiscal
19 year 2008 and \$40,000 of the general fund--state appropriation for
20 fiscal year 2009 are provided solely for the department to convene and
21 staff a work group to study issues related to wildfire prevention and
22 protection. The work group shall be composed of members representing
23 rural counties in eastern and western Washington, fire districts,
24 environmental protection organizations, industrial forest landowners,
25 the agricultural community, the beef industry, small forest landowners,
26 the building industry, realtors, the governor or a designee, the
27 insurance commissioner or a designee, the office of financial
28 management, the state fire marshal or a designee, the state building
29 code council, and the commissioner or public lands or a designee. The
30 work group shall issue a report of findings and recommendations to the
31 appropriate committees of the legislature by August 1, 2008.

32 (12) \$249,000 of the aquatic lands enhancement account--state
33 appropriation is provided solely to implement Engrossed Substitute
34 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not
35 enacted by June 30, 2007, the department shall execute activities as
36 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound
37 partnership).

1 (13) \$2,000,000 of the derelict vessel removal account--state
2 appropriation is provided solely for the implementation of Engrossed
3 Second Substitute Senate Bill No. 6044 (derelict vessels). If the bill
4 is not enacted by June 30, 2007, the amount provided in this subsection
5 shall lapse.

6 (14) (~~(\$42,000)~~) \$34,000 of the general fund--state appropriation
7 for fiscal year 2008 and (~~(\$42,000)~~) \$34,000 of the general fund--state
8 appropriation for fiscal year 2009 are provided solely for the
9 implementation of Substitute Senate Bill No. 5236 (public lands
10 management). If the bill is not enacted by June 30, 2007, the amounts
11 provided in this subsection shall lapse.

12 (15) \$14,000 of the forest development account--state appropriation
13 and \$52,000 of the resources management cost account--state
14 appropriation are provided solely for implementation of Substitute
15 Senate Bill No. 5463 (forest fire protection). If the bill is not
16 enacted by June 30, 2007, the amounts provided in this subsection shall
17 lapse.

18 (16) (~~(\$1,000,000)~~) \$100,000 of the general fund--state
19 appropriation for fiscal year 2008 (~~is~~) and \$900,000 of the general
20 fund--state appropriation for fiscal year 2009 are provided solely for
21 the removal of one or two large floating dry docks off Lake Washington
22 near the Port Quendall site in north Renton.

23 (17) \$547,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$726,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the implementation of
26 Substitute Senate Bill No. 6141 (forest health). If the bill is not
27 enacted by June 30, 2007, the amounts provided in this subsection shall
28 lapse.

29 (18) \$22,000 of the surface mining reclamation account--state
30 appropriation and \$22,000 of the resources management cost account--
31 state appropriation are provided solely for the implementation of
32 Substitute Senate Bill No. 5972 (surface mining reclamation). If the
33 bill is not enacted by June 30, 2007, the amounts in this subsection
34 shall lapse.

35 (19) \$125,000 of the general fund--state appropriation for fiscal
36 year 2008, \$125,000 of the general fund--state appropriation for fiscal
37 year 2009, and \$250,000 of the resource management cost account--state
38 appropriation are provided solely to extend the 2005-2007 contract with

1 the University of Washington college of forestry resources for
2 additional research and technical assistance on the future of
3 Washington forests. Reports shall be submitted by June 30, 2009, to
4 the appropriate committees of the legislature on the following topics:

5 (a) An exploration of the potential markets for renewable energy
6 from biomass from Washington forests, especially from material removed
7 from eastern Washington forests as part of forest health improvement
8 efforts. This exploration shall assess the feasibility of converting
9 large amounts of underutilized forest biomass into useful products and
10 green energy by providing required analyses needed to efficiently
11 collect and deliver forest biomass to green energy end users. The role
12 of transportation and processing infrastructure in developing markets
13 for such material for both clean energy and value-added products shall
14 be included in the exploration. The college shall coordinate with
15 Washington State University efforts to identify what new biological,
16 chemical, and engineering technologies are emerging for converting
17 forest biomass to clean and efficient energy.

18 (b) Recommendations for the college's northwest environmental forum
19 for retaining the highest valued working forest lands at risk of
20 conversion to nonforest uses. These recommendations should include an
21 examination of means to enhance biodiversity through strategic
22 retention of certain lands, as well as economic incentives for
23 landowners to retain lands as working forests and provide ecosystem
24 services. The recommendations shall consider the health and value of
25 the forest lands, the rate of loss of working forest lands in the area,
26 the risk to timber processing infrastructure from continued loss of
27 working forest lands, and the multiple benefits derived from retaining
28 working forest lands. The recommendations shall prioritize forest
29 lands in the Cascade foothills, which include the area generally
30 encompassing the nonurbanized lands within the Cascade mountain range
31 and drainages lying between three hundred and three thousand feet above
32 mean sea level, and located within Whatcom, Skagit, Snohomish, King,
33 Pierce, Thurston, and Lewis counties.

34 (20) \$25,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$25,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for Chelan county, as the chair of
37 the Stemilt partnership, to perform the following:

1 (a) Work with private and public land management entities to
2 identify and evaluate land ownership possibilities;

3 (b) Allocate up to \$10,000 to the department of fish and wildlife
4 to perform technical studies, baseline assessments, environmental
5 review, due diligence, and similar real estate evaluations; and

6 (c) Implement real estate transactions based on the results of the
7 studies.

8 (21) \$15,000 of the general fund--state appropriation for fiscal
9 year 2008 and \$15,000 of the general fund--state appropriation for
10 fiscal year 2009 are provided solely for health benefits to Washington
11 conservation corps employees.

12 (22) \$300,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$300,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for staff support for the natural
15 heritage program to integrate, analyze, and provide bird area
16 information, and for state designations and mapping support, among
17 other activities.

18 (23) \$48,000 of the resource management cost account--state
19 appropriation is provided solely to implement Second Substitute House
20 Bill No. 2220 (shellfish). The department shall participate in a
21 shellfish aquaculture regulatory committee, convened by the department
22 of ecology. If the bill is not enacted by June 30, 2007, the amount
23 provided in this subsection shall lapse.

24 (24) \$150,000 of the general fund--private/local appropriation is
25 provided solely for the implementation of Substitute Senate Bill No.
26 5445 (cost-reimbursement agreements). If the bill is not enacted by
27 June 30, 2007, the amount provided in this subsection shall lapse.

28 (25) \$191,000 of the aquatic lands enhancement account--state
29 appropriation is provided solely for the department to coordinate with
30 the Puget Sound partnership to complete a final habitat conservation
31 plan for state-owned aquatic lands and an environmental impact
32 statement by June 2009.

33 (26) \$200,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely to supplement other available funds for an
35 analysis of whether forest practices rules (including rules for harvest
36 on potentially unstable slopes, road construction and maintenance, and
37 post-harvest slash treatment) effectively protect public resources and
38 public safety from landslides, acceleration of peak streamflows, and

1 other storm-related impacts. The analysis is to be accomplished using
2 the forest practices board adaptive management process. The
3 cooperative monitoring, evaluation, and research (CMER) committee of
4 the adaptive management program shall submit a report of its
5 preliminary analysis and conclusions to the appropriate committees of
6 the legislature by December 1, 2008. The forest practices board shall
7 submit a complete report of the CMER study on the effectiveness of
8 current prescriptions and practices by June 30, 2009.

9 (27) \$50,000 of the general fund--state appropriation for fiscal
10 year 2009 is provided solely for participation with the regional multi-
11 organization taskforce of forest scientists and land managers formed to
12 develop science-based management options for forest landowners to
13 manage under alternative climate change scenarios. The department
14 shall develop a project aimed at acquiring, developing, and
15 distributing information about localized impacts of climate change on
16 native tree species, including information on genetic variability and
17 adaptability of such species having important commercial forestry
18 values. The project should yield any necessary recommendations for
19 strengthening the department's timber gene-pool reserve program to
20 conserve species diversity as an adaptive strategy for possible
21 climate-change scenarios.

22 (28) As part of its 2009-11 biennial budget request, the department
23 shall submit a report detailing the methodology for determining the
24 value of payment in lieu of taxes as provided in RCW 79.70.130. At a
25 minimum, the report will show the number of acres subject to the
26 payment in lieu of taxes, the tax rates assumed by each affected
27 county, and the resulting value of the state general fund obligation.

28 **Sec. 309.** 2007 c 522 s 309 (uncodified) is amended to read as
29 follows:

30 **FOR THE DEPARTMENT OF AGRICULTURE**

31	General Fund--State Appropriation (FY 2008)	((\$14,071,000))
32		<u>\$14,073,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$14,152,000))
34		<u>\$14,721,000</u>
35	General Fund--Federal Appropriation	((\$11,441,000))
36		<u>\$11,443,000</u>
37	General Fund--Private/Local Appropriation	\$422,000

1 fiscal year 2009 are provided solely for distribution to counties with
2 weed boards to control invasive weeds. Of this amount, \$150,000 of the
3 general fund--state appropriation for fiscal year 2008 and \$150,000 of
4 the general fund--state appropriation for fiscal year 2009 are provided
5 solely to control Japanese knotweed in counties with weed boards.

6 (7) \$250,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$250,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely for pass through funding to the
9 nonprofit opportunities industrialization center to provide training to
10 agricultural workers related to farm skills, English as a second
11 language, and other skills.

12 (8) \$290,000 of the general fund--state appropriation for fiscal
13 year 2009 is provided solely for Second Substitute Senate Bill No. 6483
14 (local food production). If the bill is not enacted by June 30, 2008,
15 the amount provided in this subsection shall lapse.

16 (9) \$65,000 of the general fund--state appropriation for fiscal
17 year 2009 and \$35,000 of the aquatic lands enhancement account
18 appropriation are provided solely for funding to the Pacific county
19 noxious weed control board to continue its planning and implementation
20 of spartina eradication activities.

21 **Sec. 310.** 2007 c 522 s 310 (uncodified) is amended to read as
22 follows:

23 **FOR THE WASHINGTON POLLUTION LIABILITY REINSURANCE PROGRAM**

24 Pollution Liability Insurance Program Trust

25 Account--State Appropriation	((\$799,000))
26	<u>\$745,000</u>

27 **Sec. 311.** 2007 c 522 s 311 (uncodified) is amended to read as
28 follows:

29 **FOR THE PUGET SOUND PARTNERSHIP**

30 General Fund--State Appropriation (FY 2008)	((\$500,000))
31	<u>\$370,000</u>
32 General Fund--State Appropriation (FY 2009)	((\$500,000))
33	<u>\$654,000</u>
34 General Fund--Federal Appropriation	((\$1,155,000))
35	<u>\$2,655,000</u>
36 General Fund--Private/Local Appropriation	\$2,500,000

1	Aquatic Lands Enhancement Account--State Appropriation . . .	\$500,000
2	Water Quality Account--State Appropriation (FY 2008) . . .	(\$3,458,000)
3		<u>\$3,841,000</u>
4	Water Quality Account--State Appropriation (FY 2009) . . .	(\$3,459,000)
5		<u>\$4,214,000</u>
6	<u>State Toxics Account--State Appropriation</u>	<u>\$1,710,000</u>
7	TOTAL APPROPRIATION	(\$12,072,000)
8		<u>\$16,444,000</u>

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

11 (1) ~~(\$1,000,000)~~ \$600,000 of the water quality account--state
12 appropriation for fiscal year 2008, ~~(\$1,000,000)~~ \$1,400,000 of the
13 water quality account--state appropriation for fiscal year 2009, and
14 \$2,500,000 of the general fund--private/local appropriation are
15 provided solely for the education of citizens through attracting and
16 utilizing volunteers to engage in activities that result in
17 environmental benefits.

18 (2) \$2,208,000 of the water quality account--state appropriation
19 for fiscal year 2008, \$2,209,000 of the water quality account--state
20 appropriation for fiscal year 2009, ~~(\$500,000)~~ \$370,000 of the
21 general fund--state appropriation for fiscal year 2008, ~~(\$500,000)~~
22 \$630,000 of the general fund--state appropriation for fiscal year 2009,
23 and \$1,155,000 of the general fund--federal appropriation are provided
24 solely to implement Substitute Senate Bill No. 5372 (Puget Sound
25 partnership). If the bill is not enacted by June 30, 2007, then
26 \$2,208,000 of the water quality account--state appropriation for fiscal
27 year 2008, \$2,209,000 of the water quality account--state appropriation
28 for fiscal year 2009, \$1,155,000 of the general fund--federal
29 appropriation, \$500,000 of the general fund--state appropriation for
30 fiscal year 2008, and \$500,000 of the general fund--state appropriation
31 for fiscal year 2009 are appropriated to the office of the governor for
32 operation of the Puget Sound action team.

33 (3) To implement the 2007-09 Puget Sound biennial plan required by
34 Engrossed Substitute Senate Bill No. 5372 (Puget Sound partnership),
35 funding is provided solely for Puget Sound recovery activities in the
36 budgets of selected agencies and institutions of higher education,
37 including the department of agriculture, department of community, trade
38 and economic development, conservation commission, department of

1 ecology, department of fish and wildlife, department of health,
2 interagency committee for outdoor recreation, department of natural
3 resources, state parks and recreation commission, the Puget Sound
4 partnership, University of Washington, and Washington State University.
5 During the 2007-09 biennium, moneys are provided solely for these
6 agencies and institutions of higher education as provided for in LEAP
7 document PSAT-2007.

8 (4) \$24,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely for Substitute Senate Bill No. 6307 (Puget
10 Sound marine managed areas). If the bill is not enacted by June 30,
11 2008, the amount provided in this subsection shall lapse.

12 (5) \$1,033,000 of the water quality account--state appropriation
13 for fiscal year 2008, \$300,000 of the water quality account--state
14 appropriation for fiscal year 2009, and \$900,000 of the state toxics
15 control account appropriation are provided solely for development and
16 implementation of the 2020 action agenda.

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2007 c 522 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2008)	((\$1,727,000))
	<u>\$1,730,000</u>
General Fund--State Appropriation (FY 2009)	((\$2,000,000))
	<u>\$2,005,000</u>
Architects' License Account--State Appropriation	((\$762,000))
	<u>\$763,000</u>
Cemetery Account--State Appropriation	\$240,000
Professional Engineers' Account--State Appropriation	((\$3,484,000))
	<u>\$3,492,000</u>
Real Estate Commission Account--State Appropriation	((\$8,883,000))
	<u>\$9,257,000</u>
Master License Account--State Appropriation	((\$14,072,000))
	<u>\$14,434,000</u>
Uniform Commercial Code Account--State Appropriation	((\$3,086,000))
	<u>\$3,090,000</u>
Real Estate Education Account--State Appropriation	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation	((\$1,684,000))
	<u>\$1,683,000</u>
Business <u>and</u> Professions Account--State Appropriation	((\$10,190,000))
	<u>\$11,703,000</u>
Real Estate Research Account--State Appropriation	\$320,000
Funeral Directors And Embalmers Account--State	
Appropriation	((\$597,000))
	<u>\$596,000</u>
Geologists' Account--State Appropriation	((\$57,000))
	<u>\$56,000</u>
Data Processing Revolving Account--State Appropriation	\$29,000
Derelict Vessel Removal Account--State Appropriation	\$31,000
TOTAL APPROPRIATION	((\$47,438,000))

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

(1) In accordance with RCW 43.24.086, it is the policy of the state of Washington that the cost of each professional, occupational, or business licensing program be fully borne by the members of that profession, occupation, or business. For each licensing program covered by RCW 43.24.086, the department shall set fees at levels sufficient to fully cover the cost of administering the licensing program, including any costs associated with policy enhancements funded in the 2007-09 fiscal biennium. Pursuant to RCW 43.135.055, during the 2007-09 fiscal biennium, the department may increase fees in excess of the fiscal growth factor if the increases are necessary to fully fund the costs of the licensing programs.

(2) \$230,000 of the master license account--state appropriation is provided solely for Engrossed Second Substitute House Bill No. 1461 (manufactured/mobile home dispute resolution). If the bill is not enacted by June 30, 2007, the amount provided in this subsection shall lapse.

(3) \$210,000 of the business and professions account--state appropriation is provided solely to implement Engrossed Substitute Senate Bill No. 6606 (home inspectors). If the bill is not enacted by June 30, 2008, the amount provided in this subsection shall lapse.

(4) \$64,000 of the business and professions account--state appropriation is provided solely for implementation of Substitute House Bill No. 2759 or Engrossed Substitute Senate Bill No. 6437 (bail bond agents). If neither bill is enacted by June 30, 2008, the amount provided in this subsection shall lapse.

(5) \$23,000 of the business and professions account--state appropriation is provided solely to implement Engrossed Substitute Senate Bill No. 5746 (landscape architecture). If the bill is not enacted by June 30, 2008, the amount provided in this subsection shall lapse.

(6) The department of licensing and the department of health shall jointly review and report to the appropriate policy committees of the legislature by December 1, 2008, recommendations for implementing a process of holding in abeyance for up to six months following the

1 conclusion of active duty service the expiration of, and currency
2 requirements for, professional licenses and certificates for
3 individuals who have been called to active duty military service.

4 (7) The higher education coordinating board, the department of
5 licensing, and the department of health shall jointly review and report
6 to appropriate policy committees of the legislature by December 1,
7 2008, on barriers and opportunities for increasing the extent to which
8 veterans separating from duty are able to apply skills sets and
9 education required while in service to certification, licensure, and
10 degree requirements.

11 **Sec. 402.** 2007 c 522 s 402 (uncodified) is amended to read as
12 follows:

13 **FOR THE STATE PATROL**

14	General Fund--State Appropriation (FY 2008)	((\$38,903,000))
15		<u>\$38,968,000</u>
16	General Fund--State Appropriation (FY 2009)	((\$37,102,000))
17		<u>\$31,917,000</u>
18	General Fund--Federal Appropriation	\$5,629,000
19	General Fund--Private/Local Appropriation	\$1,223,000
20	Death Investigations Account--State Appropriation	((\$5,510,000))
21		<u>\$5,715,000</u>
22	Public Safety and Education Account--State	
23	Appropriation (FY 2008)	\$1,476,000
24	Public Safety and Education Account--State	
25	Appropriation (FY 2009)	((\$1,532,000))
26		<u>\$2,732,000</u>
27	Enhanced 911 Account--State Appropriation	\$572,000
28	County Criminal Justice Assistance Account--State	
29	Appropriation	\$3,155,000
30	Municipal Criminal Justice Assistance	
31	Account--State Appropriation	\$1,244,000
32	Fire Service Trust Account--State Appropriation	\$131,000
33	Disaster Response Account--State Appropriation	\$2,000
34	Fire Service Training Account--State Appropriation	\$7,936,000
35	Aquatic Invasive Species Enforcement	
36	Account--State Appropriation	\$54,000
37	State Toxics Control Account--State Appropriation	\$502,000

1 Bill No. 6119 (firefighter apprenticeship training program). If the
2 bill is not enacted by June 30, 2007, the amounts provided in this
3 subsection shall lapse.

4 NEW SECTION. **Sec. 403.** A new section is added to 2007 c 522
5 (uncodified) to read as follows:

6 **FOR THE TRAFFIC SAFETY COMMISSION**

7 Violence Reduction and Drug Enforcement

8 Account--State Appropriation (FY 2009) \$4,947,000

9 The appropriation in this section is subject to the following
10 conditions and limitations: \$4,947,000 of the violence reduction and
11 drug enforcement account--state appropriation for fiscal year 2009 is
12 provided solely for the implementation of Senate Bill No. 6931
13 (emphasis patrols for DUI enforcement and chemical dependency
14 treatment). If the bill is not enacted by June 30, 2008, the amount
15 provided in this section shall lapse.

(End of part)

PART V
EDUCATION

Sec. 501. 2007 c 522 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

(1) STATE AGENCY OPERATIONS

General Fund--State Appropriation (FY 2008)	((\$21,815,000))
	<u>\$22,036,000</u>
General Fund--State Appropriation (FY 2009)	((\$22,147,000))
	<u>\$25,472,000</u>
General Fund--Federal Appropriation	\$21,551,000
TOTAL APPROPRIATION	((\$65,513,000))
	<u>\$69,059,000</u>

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

(a) \$11,920,000 of the general fund--state appropriation for fiscal year 2008 and \$12,362,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the office of the superintendent of public instruction. Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award. The students selected for the award must demonstrate understanding through completion of at least one of the classroom-based civics assessment models developed by the superintendent of public instruction, and through leadership in the civic life of their communities. The superintendent shall select two students from eastern Washington and two students from western Washington to receive the award, and shall notify the governor and legislature of the names of the recipients.

(b) \$1,080,000 of the general fund--state appropriation for fiscal year 2008 and \$815,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities. Within the amounts provided, the board shall implement the

1 provisions of Second Substitute House Bill No. 1906 (improving
2 mathematics and science education) for which it is responsible,
3 including: (i) Develop a comprehensive set of recommendations for an
4 accountability system; (ii) adopt high school graduation requirements
5 aligned with international performance standards in mathematics and
6 science and, in conjunction with the office of the superintendent of
7 public instruction, identify no more than three curricula that are
8 aligned with these standards; and (iii) review all requirements related
9 to the high school diploma as directed by section 405, chapter 263,
10 Laws of 2006.

11 (c) \$4,779,000 of the general fund--state appropriation for fiscal
12 year 2008 and (~~(\$6,033,000)~~) \$6,248,000 of the general fund--state
13 appropriation for fiscal year 2009 are provided solely to the
14 professional educator standards board for the following:

15 (i) \$930,000 in fiscal year 2008 and (~~(\$1,070,000)~~) \$1,284,000 in
16 fiscal year 2009 are for the operation and expenses of the Washington
17 professional educator standards board, including administering the
18 alternative routes to certification program, pipeline for paraeducators
19 conditional scholarship loan program, and the retooling to teach math
20 conditional loan program. Within the amounts provided in this
21 subsection (1)(d)(i), the professional educator standards board shall:
22 (A) Revise the teacher mathematics endorsement competencies and
23 alignment of teacher tests to the updated competencies; (B) review
24 teacher preparation requirements in cultural understanding and make
25 recommendations for strengthening these standards; (C) create a new
26 professional level teacher assessment; (D) expand the alternative
27 routes to teacher certification program for business professionals and
28 instructional assistants who will teach math and science; (~~and~~) (E)
29 revise requirements for college and university teacher preparation
30 programs to match a new knowledge- and skill-based performance system;
31 and (F) test implementation of a revised teacher preparation program
32 approach that is classroom experience-intensive and performance-based;
33 and

34 (ii) \$3,269,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$4,289,000 of the general fund--state appropriation for
36 fiscal year 2009 are for conditional scholarship loans and mentor
37 stipends provided through the alternative routes to certification

1 program administered by the professional educator standards board. Of
2 the amounts provided in this subsection (1)(d)(ii):

3 (A) \$500,000 each year is provided solely for conditional
4 scholarships to candidates seeking an endorsement in special education,
5 math, science, or bilingual education;

6 (B) \$2,210,000 for fiscal year 2008 and \$3,230,000 for fiscal year
7 2009 are for the expansion of conditional scholarship loans and mentor
8 stipends for individuals enrolled in alternative route state
9 partnership programs and seeking endorsements in math, science, special
10 education or bilingual education as follows: (I) For route one interns
11 (those currently holding associates of arts degrees), in fiscal year
12 2008, 120 interns seeking endorsements in the specified subject areas
13 and for fiscal year 2009, an additional 120 interns in the specified
14 subject areas; and (II) for all other routes, funding is provided each
15 year for 140 interns seeking endorsements in the specified subject
16 areas;

17 (C) Remaining amounts in this subsection (1)(d)(ii) shall be used
18 to continue existing alternative routes to certification programs; and

19 (D) Candidates seeking math and science endorsements under (A) and
20 (B) of this subsection shall receive priority for funding;

21 (iii) \$236,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$231,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for the recruiting Washington
24 teachers program established in Second Substitute Senate Bill No. 5955
25 (educator preparation, professional development, and compensation).

26 (iv) \$100,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$200,000 of the general fund--state appropriation for
28 fiscal year 2009 provided in this subsection (1)(d) are for \$4,000
29 conditional loan stipends for paraeducators participating in the
30 pipeline for paraeducators established in Second Substitute House Bill
31 No. 1906 (improving mathematics and science education); and

32 (v) \$244,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$244,000 of the general fund--state appropriation for
34 fiscal year 2009 are for conditional stipends for certificated teachers
35 pursuing a mathematics or science endorsement under the retooling to
36 teach mathematics or science program established in Second Substitute
37 House Bill No. 1906 (improving mathematics and science education). The

1 conditional stipends shall be for endorsement exam fees as well as
2 stipends for teachers who must also complete coursework.

3 (d) \$555,000 of the general fund--state appropriation for fiscal
4 year 2008 (~~(is)~~) and \$867,000 of the general fund--state appropriation
5 for fiscal year 2009 are provided solely for increased attorney general
6 fees related to education litigation.

7 (e) \$300,000 of the general fund--state appropriation for fiscal
8 year 2008 and (~~(\$300,000)~~) \$2,100,000 of the general fund--state
9 appropriation for fiscal year 2009 are provided solely for replacement
10 of the apportionment system, which includes the processes that collect
11 school district budget and expenditure information, staffing
12 characteristics, and the student enrollments that drive the funding
13 process.

14 (f) \$78,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$78,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely to provide direct services and
17 support to schools around an integrated, interdisciplinary approach to
18 instruction in conservation, natural resources, sustainability, and
19 human adaptation to the environment. Specific integration efforts will
20 focus on science, math, and the social sciences. Integration between
21 basic education and career and technical education, particularly
22 agricultural and natural sciences education, is to be a major element.

23 (g) \$1,336,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$1,227,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the creation of a statewide
26 data base of longitudinal student information. This amount is
27 conditioned on the department satisfying the requirements in section
28 902 of this act.

29 (h) \$325,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$325,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for comprehensive cultural
32 competence and anti-bias education programs for educators and students.
33 The office of superintendent of public instruction shall administer
34 grants to school districts with the assistance and input of groups such
35 as the anti-defamation league and the Jewish federation of Seattle.

36 (i) \$50,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$50,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely to promote the financial literacy
2 of students. The effort will be coordinated through the financial
3 literacy public-private partnership.

4 (j) \$204,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$66,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for the implementation of
7 Engrossed Second Substitute Senate Bill No. 5843 (regarding educational
8 data and data systems). If the bill is not enacted by June 30, 2007,
9 the amounts provided in this subsection shall lapse.

10 (k) \$114,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$114,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the implementation of
13 Substitute House Bill No. 1052 (legislative youth advisory council).
14 If the bill is not enacted by June 30, 2007, the amounts provided in
15 this subsection shall lapse.

16 (l) \$162,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$31,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for the implementation of
19 Engrossed Second Substitute House Bill No. 1422 (children and families
20 of incarcerated parents). If the bill is not enacted by June 30, 2007,
21 the amounts provided in this subsection shall lapse.

22 (m) \$28,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$27,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the implementation of Second
25 Substitute Senate Bill No. 5098 (Washington college bound scholarship).
26 If the bill is not enacted by June 30, 2007, the amounts provided in
27 this subsection shall lapse.

28 (n) \$46,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$3,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the implementation of
31 Engrossed Substitute Senate Bill No. 5297 (regarding providing
32 medically and scientifically accurate sexual health education in
33 schools). If the bill is not enacted by June 30, 2007, the amounts
34 provided in this subsection shall lapse.

35 (o) \$45,000 of the general fund--state appropriation for fiscal
36 year 2008 is provided solely for the office of superintendent of public
37 instruction to convene a workgroup to develop school food allergy
38 guidelines and policies for school district implementation. The

1 workgroup shall complete the development of the food allergy guidelines
2 and policies by March 31, 2008, in order to allow for school district
3 implementation in the 2008-2009 school year. The guidelines developed
4 shall incorporate state and federal laws that impact management of food
5 allergies in school settings.

6 (p) \$42,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$42,000 of the general fund--state appropriation for
8 fiscal year 2009 are provided solely to support a program to recognize
9 the work of outstanding classified staff in school districts throughout
10 the state.

11 (q) \$96,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$98,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely to support a full-time director of
14 skills centers within the office of the superintendent of public
15 instruction.

16 (r) \$555,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$475,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely to the office of the
19 superintendent of public instruction to contract with the northwest
20 educational research laboratory (NWREL) to conduct two educational
21 studies. Specifically, NWREL shall:

22 (i) Conduct a study regarding teacher preparation, training, and
23 coordinated instructional support strategies for English language
24 learners, as outlined in Engrossed Second Substitute Senate Bill No.
25 5841 (enhancing student learning opportunities and achievement). An
26 interim report is due November 1, 2008, and the final report is due
27 December 1, 2009. Both reports shall be delivered to the governor, the
28 office of the superintendent of public instruction, and the appropriate
29 early learning, education, and fiscal committees of the legislature;
30 and

31 (ii) Conduct a study of the effectiveness of the K-3 demonstration
32 projects as outlined in Engrossed Second Substitute Senate Bill No.
33 5841 (enhancing student learning opportunities and achievement). An
34 interim report is due November 1, 2008, and the final report is due
35 December 1, 2009. Both reports shall be delivered to the governor, the
36 office of the superintendent of public instruction, and the appropriate
37 early learning, education, and fiscal committees of the legislature.

1 (s) \$100,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$100,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to the office of the
4 superintendent of public instruction to contract with Washington State
5 University social and economic sciences research center (WSU-SESRC) to
6 conduct to educational research studies. The WSU-SESRC shall:

7 (i) Conduct a study which reviews chapter 207, Laws of 2002
8 (bullying in schools), evaluate the outcomes resulting from the
9 legislation, and to make recommendations for continued improvement.
10 The study shall, at a minimum, determine: (A) Whether the policies
11 have been developed and implemented in all elementary, middle, and high
12 schools; (B) whether there has been any measurable improvement in the
13 safety and civility of schools' climate and environment as a result of
14 the legislation; (C) whether there are still issues that need to be
15 addressed in light of the original intent of the legislation; and (D)
16 recommended actions to be taken at the school, district, and state
17 level to address the identified issues. Additionally, WSU-SESRC shall
18 research and identify effective programs and the components of
19 effective programs. A report shall be submitted to the education
20 committees of the legislature and the office of the superintendent of
21 public instruction by September 1, 2008.

22 (ii) Conduct an evaluation of the mathematics and science
23 instructional coach program as described in Second Substitute House
24 Bill No. 1906 (improving mathematics and science education). Findings
25 shall include an evaluation of the coach development institute,
26 coaching support seminars, and other coach support activities;
27 recommendations with regard to the characteristics required of the
28 coaches; identification of changes in teacher instruction related to
29 coaching activities; and identification of the satisfaction level with
30 coaching activities as experienced by classroom teachers and
31 administrators. An interim report is due November 1, 2008. The final
32 report is due December 1, 2009. Both the interim and final report
33 shall be presented to the governor, the office of the superintendent of
34 public instruction, and the education and fiscal committees of the
35 legislature.

36 (t) \$150,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$150,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for additional costs incurred by
2 the state board of education in reviewing proposed math standards and
3 curriculum.

4 (u) During the 2007-09 biennium, to the maximum extent possible, in
5 adopting new agency rules or making any changes to existing rules or
6 policies related to the fiscal provisions in the administration of part
7 V of this act, the office of the superintendent of public instruction
8 shall attempt to request approval through the normal legislative budget
9 process.

10 (v) \$142,000 of the general fund--state appropriation for fiscal
11 year 2009 is provided solely for the conducting of a comprehensive
12 analysis of math and science teacher supply and demand issues by the
13 professional educator standards board. By December 1, 2008, the
14 professional educator standards board shall submit a final report to
15 the governor and appropriate policy and fiscal committees of the
16 legislature, that includes, but is not limited to: (i) Specific
17 information on the current number of math and science teachers assigned
18 to teach mathematics and science both with and without appropriate
19 certification in those subjects by school district and statewide; (ii)
20 projected demand information by detailing the number of K-12
21 mathematics and science teachers needed by the 2010-11 school year by
22 school district and statewide; (iii) specific recommendations on how
23 the demand will be met through recruitment programs, alternative route
24 certification programs, potential financial incentives, retention
25 strategies, and other efforts; and (iv) identification of strategies,
26 based on best practices, to improve the rigor and productivity of
27 state-funded mathematics and science teacher preparation programs. As
28 part of the final report, the professional educator standards board and
29 the Washington state institute for public policy shall provide
30 information from a study of differential pay for teachers in high-
31 demand subject areas such as mathematics and science, including the
32 design, successes, and limitations of differential pay programs in
33 other states.

34 (w) \$114,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the implementation of Engrossed
36 Substitute Senate Bill No. 6466 (task force on Spanish and Chinese
37 language instruction). If the bill is not enacted by June 30, 2008,
38 the amount provided in this subsection shall lapse.

1 (x) \$45,000 of the general fund--state appropriation for fiscal
2 year 2009 is provided solely for the implementation of Substitute
3 Senate Bill No. 6556 (anaphylactic policy). If the bill is not enacted
4 by June 30, 2008, the amount provided in this subsection shall lapse.

5 (y) \$44,000 of the general fund--state appropriation for fiscal
6 year 2009 is provided solely for the implementation of Substitute
7 Senate Bill No. 6742 (guidelines for students with autism) and
8 Substitute Senate Bill No. 6743 (training for students with autism).
9 If neither bill is enacted by June 30, 2008, the amount provided in
10 this subsection shall lapse.

11 (z) Within the appropriations in this section, sufficient funding
12 is provided for the implementation of Second Engrossed Substitute
13 Senate Bill No. 5100 (health insurance information for students).

14 (aa) \$20,000 of the general fund--state appropriation for fiscal
15 year 2009 is provided solely for the implementation of Engrossed Second
16 Substitute Senate Bill No. 6673 (student learning opportunities), which
17 requires the professional educator standards board to convene a work
18 group to develop recommendations for increasing teacher knowledge,
19 skills, and competencies to address the needs of English language
20 learner students. If the bill is not enacted by June 30, 2008, the
21 amount provided in this subsection shall lapse.

22 (2) STATEWIDE PROGRAMS

23	General Fund--State Appropriation (FY 2008)	((\$14,783,000))
24		<u>\$14,283,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$16,459,000))
26		<u>\$17,117,000</u>
27	General Fund--Federal Appropriation	\$55,890,000
28	TOTAL APPROPRIATION	((\$87,132,000))
29		<u>\$87,290,000</u>

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

33 (a) HEALTH AND SAFETY

34 (i) \$2,541,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$2,541,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for a corps of nurses located at
37 educational service districts, as determined by the superintendent of

1 public instruction, to be dispatched to the most needy schools to
2 provide direct care to students, health education, and training for
3 school staff.

4 (ii) \$96,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$96,000 of the general fund-- state appropriation for
6 fiscal year 2009 are provided solely for the school safety center in
7 the office of the superintendent of public instruction subject to the
8 following conditions and limitations:

9 (A) The safety center shall: Disseminate successful models of
10 school safety plans and cooperative efforts; provide assistance to
11 schools to establish a comprehensive safe school plan; select models of
12 cooperative efforts that have been proven successful; act as an
13 information dissemination and resource center when an incident occurs
14 in a school district either in Washington or in another state;
15 coordinate activities relating to school safety; review and approve
16 manuals and curricula used for school safety models and training; and
17 develop and maintain a school safety information web site.

18 (B) The school safety center advisory committee shall develop a
19 training program, using the best practices in school safety, for all
20 school safety personnel.

21 (iii) \$100,000 of the general fund--state appropriation for fiscal
22 year 2008 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2009 are provided solely for a school safety training
24 program provided by the criminal justice training commission. The
25 commission, in collaboration with the school safety center advisory
26 committee, shall provide the school safety training for all school
27 administrators and school safety personnel, including school safety
28 personnel hired after the effective date of this section.

29 (iv) \$40,000 of the general fund--state appropriation for fiscal
30 year 2008 and \$40,000 of the general fund--state appropriation for
31 fiscal year 2009 are provided solely for the safety center advisory
32 committee to develop and distribute a pamphlet to promote internet
33 safety for children, particularly in grades seven through twelve. The
34 pamphlet shall be posted on the superintendent of public instruction's
35 web site. To the extent possible, the pamphlet shall be distributed in
36 schools throughout the state and in other areas accessible to youth,
37 including but not limited to libraries and community centers.

1 (v) \$10,344,000 of the general fund--federal appropriation is
2 provided for safe and drug free schools and communities grants for drug
3 and violence prevention activities and strategies.

4 (vi) \$271,000 of the general fund--state appropriation for fiscal
5 year 2008 and (~~(\$271,000)~~) \$396,000 of the general fund--state
6 appropriation for fiscal year 2009 are provided solely for a
7 nonviolence and leadership training program provided by the institute
8 for community leadership. The program shall provide a request for
9 proposal process, with up to 80 percent funding, for nonviolence
10 leadership workshops serving at least 12 school districts with direct
11 programming in 36 elementary, middle, and high schools throughout
12 Washington state.

13 (vii) \$100,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$100,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely for a pilot youth suicide
16 prevention and information program. The office of superintendent of
17 public instruction will work with selected school districts and
18 community agencies in identifying effective strategies for preventing
19 youth suicide.

20 (viii) \$800,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$800,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for programs to improve safety and
23 emergency preparedness and planning in public schools, as generally
24 described in Substitute Senate Bill No. 5097. The superintendent of
25 public instruction shall design and implement the grant program in
26 consultation with the educational service districts, the school safety
27 advisory committee, and the Washington association of sheriffs and
28 police chiefs. The funding shall support grants to school districts
29 for the development and updating of comprehensive safe school plans,
30 school safety training, and the conducting of safety-related drills.
31 As a condition of receiving these funds, school districts must ensure
32 that schools (A) conduct at least one lockdown and one shelter in place
33 safety drill each school year, and (B) send updated school mapping
34 database information on an annual basis to the Washington association
35 of sheriffs and police chiefs.

36 (ix) \$40,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely for the implementation of Substitute

1 Senate Bill No. 6418 (restraints of children). If the bill is not
2 enacted by June 30, 2008, the amount provided in this subsection shall
3 lapse.

4 (b) TECHNOLOGY

5 \$1,939,000 of the general fund--state appropriation for fiscal year
6 2008 and \$1,939,000 of the general fund--state appropriation for fiscal
7 year 2009 are provided solely for K-20 telecommunications network
8 technical support in the K-12 sector to prevent system failures and
9 avoid interruptions in school utilization of the data processing and
10 video-conferencing capabilities of the network. These funds may be
11 used to purchase engineering and advanced technical support for the
12 network.

13 (c) GRANTS AND ALLOCATIONS

14 (i) \$652,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$1,329,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely to expand the special services
17 pilot project to include up to seven participating districts. The
18 office of the superintendent of public instruction shall allocate these
19 funds to the district or districts participating in the pilot program
20 according to the provisions of RCW (~~28A.630.015~~) 28A.630.016. Of the
21 amounts provided, \$11,000 of the general fund--state appropriation for
22 fiscal year 2008 and \$11,000 of the general fund--state appropriation
23 for fiscal year 2009 are provided for the office of the superintendent
24 of public instruction to conduct a study of the expanded special
25 services pilot.

26 (ii) \$31,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$31,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for operation of the Cispus
29 environmental learning center.

30 (iii) \$97,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$97,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely to support vocational student
33 leadership organizations.

34 (iv) \$146,000 of the general fund--state appropriation for fiscal
35 year 2008 and \$146,000 of the general fund--state appropriation for
36 fiscal year 2009 are provided solely for the Washington civil liberties
37 education program.

1 (v) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,000,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for the Washington state achievers
4 scholarship program. The funds shall be used to support community
5 involvement officers that recruit, train, and match community volunteer
6 mentors with students selected as achievers scholars.

7 (vi) \$294,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$294,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the Lorraine Wojahn dyslexia
10 pilot reading program in up to five school districts.

11 (vii) \$75,000 of the general fund--state appropriation for fiscal
12 year 2008 and \$75,000 of the general fund--state appropriation for
13 fiscal year 2009 are provided solely for developing and disseminating
14 curriculum and other materials documenting women's role in World War
15 II.

16 (viii) \$175,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$175,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for incentive grants for districts
19 and pilot projects to develop preapprenticeship programs. Incentive
20 grant awards up to \$10,000 each shall be used to support the program's
21 design, school/business/labor agreement negotiations, and recruiting
22 high school students for preapprenticeship programs in the building
23 trades and crafts.

24 (ix) \$3,220,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$3,220,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for the dissemination of the
27 Navigation 101 curriculum to all districts, including disseminating
28 electronic student planning tools and software for analyzing the impact
29 of the implementation of Navigation 101 on student performance, and
30 grants to at least one hundred school districts each year for the
31 implementation of the Navigation 101 program. The implementation
32 grants will be limited to a maximum of two years and the school
33 districts selected shall represent various regions of the state and
34 reflect differences in school district size and enrollment
35 characteristics.

36 (x) \$36,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$36,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for the enhancement of civics

1 education. Of this amount, \$25,000 each year is provided solely for
2 competitive grants to school districts for curriculum alignment,
3 development of innovative civics projects, and other activities that
4 support the civics assessment established in chapter 113, Laws of 2006.

5 (xi) \$2,500,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$2,500,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for the implementation of Second
8 Substitute House Bill No. 1573 (authorizing a statewide program for
9 comprehensive dropout prevention, intervention, and retrieval). If the
10 bill is not enacted by June 30, 2007, the amounts provided in this
11 subsection shall lapse.

12 (xii) \$25,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$25,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for the communities in school
15 program in Pierce county.

16 ~~(xiii) ((\$500,000 of the general fund--state appropriation for
17 fiscal year 2008 and \$500,000 of the general fund--state appropriation
18 for fiscal year 2009 are provided solely for the office of
19 superintendent of public instruction to contract with a company to
20 develop and implement a pilot program for providing indigenous learning
21 curriculum and standards specific online learning programs based on the
22 recommended standards in chapter 205, Laws of 2005 (Washington's tribal
23 history). The specific content areas covered by the pilot program will
24 include social studies and science. The contractor selected will have
25 experience in developing and implementing indigenous learning curricula
26 and if possible will be affiliated with a recognized Washington state
27 tribe. The pilot program will be implemented in a minimum of three
28 school districts in collaboration with Washington tribes and school
29 districts. To the extent possible and appropriate, the pilot program
30 will involve organizations including, the University of Washington's
31 mathematics science and engineering achievement, the digital learning
32 commons, the virtual possibilities network, the museum of arts and
33 culture in Spokane, Eastern Washington University, and Washington State
34 University.~~

35 ~~(xiv))~~ \$70,000 of the general fund--state appropriation for fiscal
36 year 2008 and \$70,000 of the general fund--state appropriation for
37 fiscal year 2009 are provided solely to support and expand the

1 mentoring advanced placement program in current operation in southwest
2 Washington.

3 ~~((xv))~~ (xiv) \$1,000,000 of the general fund--state appropriation
4 for fiscal year 2009 is provided solely to implement House Bill No.
5 1051 (expanding high school completion programs). If the bill is not
6 enacted by June 30, 2007, the amount provided in this subsection shall
7 lapse.

8 ~~((xvi))~~ (xv) \$75,000 of the general fund--state appropriation for
9 fiscal year 2008 and \$75,000 of the general fund--state appropriation
10 for fiscal year 2009 are provided solely for program initiatives to
11 address the educational needs of Latino students and families. Using
12 the full amounts of the appropriations under this subsection, the
13 office of the superintendent of public instruction shall contract with
14 the Seattle community coalition of compaña quetzal to provide for three
15 initiatives: (A) Early childhood education; (B) parent leadership
16 training; and (C) high school success and college preparation programs.
17 Campana quetzal shall report to the office of the superintendent of
18 public instruction by June 30, 2009, regarding impact of the programs
19 on addressing the academic achievement gap, including high school drop-
20 out rates and college readiness rates, for Latino students.

21 (xvi) \$500,000 of the general fund--state appropriation for fiscal
22 year 2009 is provided solely for the implementation of Engrossed
23 Substitute Senate Bill No. 5714 (Spanish and Chinese language
24 instruction). Within the amounts specifically appropriated for this
25 purpose, the funding is provided for the pilot program in two school
26 districts to provide sequentially articulated Spanish and Chinese
27 language instruction in elementary schools. If the bill is not enacted
28 by June 30, 2008, the amount provided in this subsection shall lapse.

29 (xvii) \$493,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for the implementation of Engrossed Second
31 Substitute Senate Bill No. 6673 (student learning opportunities) which
32 provides for reimbursing school districts for ninth graders enrolled in
33 the district that opt to take the PSAT at no cost to the student. If
34 the bill is not enacted by June 30, 2008, the amount provided in this
35 subsection shall lapse.

36 **Sec. 502.** 2007 c 522 s 502 (uncodified) is amended to read as
37 follows:

1 FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL
2 APPORTIONMENT

3	General Fund--State Appropriation (FY 2008)	((\$4,448,333,000))
4		<u>\$4,436,719,000</u>
5	General Fund--State Appropriation (FY 2009)	((\$4,474,199,000))
6		<u>\$4,478,359,000</u>
7	Education Legacy Trust Account--State	
8	Appropriation	((\$9,387,000))
9		<u>\$9,373,000</u>
10	Pension Funding Stabilization Account Appropriation . . .	\$341,624,000
11	TOTAL APPROPRIATION	((\$9,273,543,000))
12		<u>\$9,266,075,000</u>

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

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

18 (2) Allocations for certificated staff salaries for the 2007-08 and
19 2008-09 school years shall be determined using formula-generated staff
20 units calculated pursuant to this subsection. Staff allocations for
21 small school enrollments in (e) through (g) of this subsection shall be
22 reduced for vocational full-time equivalent enrollments. Staff
23 allocations for small school enrollments in grades K-6 shall be the
24 greater of that generated under (a) of this subsection, or under (d)
25 and (e) of this subsection. Certificated staffing allocations shall be
26 as follows:

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

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

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

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

37 (iv) An additional 4.2 certificated instructional staff units for
38 grades K-3 and an additional 7.2 certificated instructional staff units

1 for grade 4. Any funds allocated for the additional certificated units
2 provided in this subsection (iv) shall not be considered as basic
3 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 in grades K-4 equal to or greater than 53.2
8 certificated instructional staff per thousand full-time equivalent
9 students. 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 53.2 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 in grades K-4 equal to or
26 greater than 53.2 certificated instructional staff per thousand full-
27 time equivalent students 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

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

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

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

10 (B) Skills center programs meeting the standards for skills center
11 funding established in January 1999 by the superintendent of public
12 instruction with a waiver allowed for skills centers in current
13 operation that are not meeting this standard until the 2008-09 school
14 year, 0.92 certificated instructional staff units and 0.08 certificated
15 administrative units for each 16.67 full-time equivalent vocational
16 students;

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

22 (iii) Indirect cost charges by a school district to vocational-
23 secondary programs shall not exceed 15 percent of the combined basic
24 education and vocational enhancement allocations of state funds;

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

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

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

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

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

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

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

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

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

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

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

36 (g) For each nonhigh school district having an enrollment of more
37 than seventy annual average full-time equivalent students and less than

1 one hundred eighty students, operating a grades K-8 program or a grades
2 1-8 program, an additional one-half of a certificated instructional
3 staff unit; and

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

9 (3) Allocations for classified salaries for the 2007-08 and 2008-09
10 school years shall be calculated using formula-generated classified
11 staff units determined as follows:

12 (a) For enrollments generating certificated staff unit allocations
13 under subsection (2)(e) through (i) of this section, one classified
14 staff unit for each (~~(2.95)~~) 2.90 certificated staff units allocated
15 under such subsections;

16 (b) For all other enrollment in grades K-12, including vocational
17 full-time equivalent enrollments, one classified staff unit for each
18 (~~(fifty-nine)~~) 58.0 average annual full-time equivalent students; and

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

23 (4) Fringe benefit allocations shall be calculated at a rate of
24 (~~(14.13)~~) 14.11 percent in the 2007-08 school year and (~~(16.69)~~) 16.67
25 percent in the 2008-09 school year for certificated salary allocations
26 provided under subsection (2) of this section, and a rate of (~~(17.06)~~)
27 17.04 percent in the 2007-08 school year and (~~(18.74)~~) 18.72 percent in
28 the 2008-09 school year for classified salary allocations provided
29 under subsection (3) of this section.

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

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

35 (b) The number of classified staff units determined in subsection
36 (3) of this section multiplied by 1.152. This factor is intended to
37 adjust allocations so that, for the purposes of distributing insurance

1 benefits, full-time equivalent classified employees may be calculated
2 on the basis of 1440 hours of work per year, with no individual
3 employee counted as more than one full-time equivalent.

4 (6)(a) For nonemployee-related costs associated with each
5 certificated staff unit allocated under subsection (2)(a), (b), and (d)
6 through (h) of this section, there shall be provided a maximum of
7 \$9,703 per certificated staff unit in the 2007-08 school year and a
8 maximum of (~~(\$9,907)~~) \$10,052 per certificated staff unit in the 2008-
9 09 school year.

10 (b) For nonemployee-related costs associated with each vocational
11 certificated staff unit allocated under subsection (2)(c)(i)(A) of this
12 section, there shall be provided a maximum of \$23,831 per certificated
13 staff unit in the 2007-08 school year and a maximum of (~~(\$24,331)~~)
14 \$24,689 per certificated staff unit in the 2008-09 school year.

15 (c) For nonemployee-related costs associated with each vocational
16 certificated staff unit allocated under subsection (2)(c)(i)(B) of this
17 section, there shall be provided a maximum of \$18,489 per certificated
18 staff unit in the 2007-08 school year and a maximum of (~~(\$18,877)~~)
19 \$19,155 per certificated staff unit in the 2008-09 school year.

20 (7) Allocations for substitute costs for classroom teachers shall
21 be distributed at a maintenance rate of \$555.20 for the 2007-08 and
22 2008-09 school years per allocated classroom teachers exclusive of
23 salary increase amounts provided in section 504 of this act. Solely
24 for the purposes of this subsection, allocated classroom teachers shall
25 be equal to the number of certificated instructional staff units
26 allocated under subsection (2) of this section, multiplied by the ratio
27 between the number of actual basic education certificated teachers and
28 the number of actual basic education certificated instructional staff
29 reported statewide for the prior school year.

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

1 (9) \$1,870,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$2,421,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to implement Engrossed Second
4 Substitute House Bill No. 1432 (granting service credit to educational
5 staff associates for nonschool employment). If the bill is not enacted
6 by June 30, 2007, the amount provided in this subsection shall lapse.

7 (10) The superintendent may distribute a maximum of (~~(\$16,622,000)~~)
8 \$16,620,000 outside the basic education formula during fiscal years
9 2008 and 2009 as follows:

10 (a) For fire protection for school districts located in a fire
11 protection district as now or hereafter established pursuant to chapter
12 52.04 RCW, a maximum of \$547,000 may be expended in fiscal year 2008
13 and a maximum of (~~(\$558,000)~~) \$567,000 may be expended in fiscal year
14 2009;

15 (b) For summer vocational programs at skills centers, a maximum of
16 \$2,385,000 may be expended for the 2008 fiscal year and a maximum of
17 \$2,385,000 for the 2009 fiscal year. 20 percent of each fiscal year
18 amount may carry over from one year to the next;

19 (c) A maximum of (~~(\$390,000)~~) \$393,000 may be expended for school
20 district emergencies;

21 (d) A maximum of \$485,000 each fiscal year may be expended for
22 programs providing skills training for secondary students who are
23 enrolled in extended day school-to-work programs, as approved by the
24 superintendent of public instruction. The funds shall be allocated at
25 a rate not to exceed \$500 per full-time equivalent student enrolled in
26 those programs; and

27 (e) (~~(\$9,387,000)~~) \$9,373,000 of the education legacy trust account
28 appropriation is provided solely for allocations for equipment
29 replacement in vocational programs and skills centers. Each year of
30 the biennium, the funding shall be allocated based on \$75 per full-time
31 equivalent vocational student and \$125 per full-time equivalent skills
32 center student.

33 (f) \$2,991,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$4,403,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for the implementation of Second
36 Substitute Senate Bill No. 5790 (regarding skills centers). If the
37 bill is not enacted by June 30, 2007, the amounts provided in this
38 subsection shall lapse.

1 (11) For purposes of RCW 84.52.0531, the increase per full-time
2 equivalent student is 5.7 percent from the 2006-07 school year to the
3 2007-08 school year and (~~5.1~~) 6.0 percent from the 2007-08 school
4 year to the 2008-09 school year.

5 (12) If two or more school districts consolidate and each district
6 was receiving additional basic education formula staff units pursuant
7 to subsection (2)(b) through (h) of this section, the following shall
8 apply:

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

13 (b) For the fourth through eighth school years following
14 consolidation, the difference between the basic education formula staff
15 units received by the districts for the school year prior to
16 consolidation and the basic education formula staff units after
17 consolidation pursuant to subsection (2)(a) through (h) of this section
18 shall be reduced in increments of twenty percent per year.

19 (13) The appropriation levels in part V of this act assume
20 implementation of the reimbursement provisions of Senate Bill No. 6450
21 (school district reimbursement of performance audits).

22 **Sec. 503.** 2007 c 522 s 503 (uncodified) is amended to read as
23 follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--BASIC EDUCATION**
25 **EMPLOYEE COMPENSATION.** (1) The following calculations determine the
26 salaries used in the general fund allocations for certificated
27 instructional, certificated administrative, and classified staff units
28 under section 502 of this act:

29 (a) Salary allocations for certificated instructional staff units
30 shall be determined for each district by multiplying the district's
31 certificated instructional total base salary shown on LEAP Document 2
32 by the district's average staff mix factor for certificated
33 instructional staff in that school year, computed using LEAP Document
34 1; and

35 (b) Salary allocations for certificated administrative staff units
36 and classified staff units for each district shall be based on the

1 district's certificated administrative and classified salary allocation
2 amounts shown on LEAP Document 2.

3 (2) For the purposes of this section:

4 (a) "LEAP Document 1" means the staff mix factors for certificated
5 instructional staff according to education and years of experience, as
6 developed by the legislative evaluation and accountability program
7 committee on (~~March 24, 2007, at 07:29~~) February 22, 2008, at 14:22
8 hours; and

9 (b) "LEAP Document 2" means the school year salary allocations for
10 certificated administrative staff and classified staff and derived and
11 total base salaries for certificated instructional staff as developed
12 by the legislative evaluation and accountability program committee on
13 (~~April 19, 2007, at 06:03~~) February 22, 2008, at 14:22 hours.

14 (3) Incremental fringe benefit factors shall be applied to salary
15 adjustments at a rate of (~~14.13~~) 14.11 percent for school year 2007-
16 08 and (~~16.69~~) 16.67 percent for school year 2008-09 for certificated
17 staff and for classified staff (~~17.06~~) 17.04 percent for school year
18 2007-08 and (~~18.74~~) 18.72 percent for the 2008-09 school year.

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

22 K-12 Salary Allocation Schedule For Certificated Instructional Staff
23 2007-08 School Year

24	Years of									MA+90
25	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD
26	0	32,746	33,630	34,547	35,465	38,412	40,310	39,260	42,207	44,107
27	1	33,187	34,083	35,011	35,970	38,948	40,836	39,696	42,674	44,560
28	2	33,607	34,512	35,450	36,483	39,452	41,359	40,135	43,104	45,012
29	3	34,039	34,953	35,901	36,967	39,930	41,884	40,552	43,513	45,468
30	4	34,464	35,418	36,372	37,474	40,455	42,423	40,988	43,969	45,938
31	5	34,902	35,861	36,824	37,988	40,958	42,965	41,432	44,403	46,410
32	6	35,353	36,291	37,287	38,508	41,464	43,482	41,887	44,843	46,860
33	7	36,145	37,097	38,106	39,394	42,393	44,467	42,739	45,737	47,812
34	8	37,304	38,308	39,340	40,735	43,775	45,925	44,079	47,120	49,269
35	9		39,562	40,646	42,091	45,202	47,425	45,434	48,547	50,770

1	10	41,967	43,516	46,669	48,966	46,861	50,014	52,310
2	11		44,984	48,204	50,547	48,328	51,550	53,891
3	12		46,404	49,781	52,194	49,853	53,126	55,540
4	13			51,397	53,882	51,431	54,741	57,226
5	14			53,020	55,632	53,056	56,471	58,977
6	15			54,400	57,080	54,435	57,939	60,511
7	16 or more			55,487	58,220	55,523	59,097	61,720

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9

K-12 Salary Allocation Schedule For Certificated Instructional Staff
2008-09 School Year

12	(Years									
13	of									
14	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	MA+90 or PHD
15	0	33,898	34,814	35,762	36,713	39,763	41,728	40,641	43,691	45,658
16	1	34,354	35,282	36,243	37,236	40,318	42,272	41,093	44,175	46,128
17	2	34,789	35,726	36,697	37,766	40,840	42,814	41,547	44,621	46,596
18	3	35,237	36,183	37,164	38,267	41,335	43,357	41,979	45,044	47,067
19	4	35,676	36,664	37,651	38,793	41,878	43,915	42,430	45,516	47,554
20	5	36,130	37,123	38,120	39,324	42,399	44,476	42,890	45,965	48,043
21	6	36,597	37,567	38,598	39,863	42,923	45,011	43,361	46,421	48,508
22	7	37,416	38,402	39,446	40,780	43,885	46,031	44,243	47,346	49,494
23	8	38,616	39,655	40,724	42,168	45,315	47,541	45,630	48,778	51,002
24	9		40,954	42,076	43,572	46,792	49,093	47,032	50,255	52,556
25	10			43,443	45,047	48,310	50,688	48,509	51,773	54,150
26	11				46,566	49,900	52,326	50,028	53,363	55,787
27	12				48,036	51,533	54,030	51,606	54,995	57,493
28	13					53,205	55,777	53,240	56,667	59,239
29	14					54,885	57,589	54,922	58,457	61,052
30	15					56,313	59,088	56,350	59,977	62,639
31	16 or more					57,439	60,269	57,476	61,176	63,892))

1	<u>Years of</u>	<u>BA</u>	<u>BA+15</u>	<u>BA+30</u>	<u>BA+45</u>	<u>BA+90</u>	<u>BA+135</u>	<u>MA</u>	<u>MA+45</u>	<u>MA+90</u>
2	<u>Service</u>									<u>or PHD</u>
3	<u>0</u>	<u>34,261</u>	<u>35,186</u>	<u>36,145</u>	<u>37,106</u>	<u>40,189</u>	<u>42,175</u>	<u>41,076</u>	<u>44,159</u>	<u>46,147</u>
4	<u>1</u>	<u>34,722</u>	<u>35,660</u>	<u>36,631</u>	<u>37,634</u>	<u>40,750</u>	<u>42,725</u>	<u>41,533</u>	<u>44,648</u>	<u>46,622</u>
5	<u>2</u>	<u>35,161</u>	<u>36,109</u>	<u>37,090</u>	<u>38,171</u>	<u>41,277</u>	<u>43,273</u>	<u>41,992</u>	<u>45,098</u>	<u>47,094</u>
6	<u>3</u>	<u>35,614</u>	<u>36,571</u>	<u>37,562</u>	<u>38,677</u>	<u>41,778</u>	<u>43,822</u>	<u>42,428</u>	<u>45,526</u>	<u>47,571</u>
7	<u>4</u>	<u>36,058</u>	<u>37,057</u>	<u>38,054</u>	<u>39,208</u>	<u>42,327</u>	<u>44,385</u>	<u>42,885</u>	<u>46,004</u>	<u>48,063</u>
8	<u>5</u>	<u>36,517</u>	<u>37,520</u>	<u>38,528</u>	<u>39,746</u>	<u>42,853</u>	<u>44,952</u>	<u>43,349</u>	<u>46,458</u>	<u>48,557</u>
9	<u>6</u>	<u>36,989</u>	<u>37,970</u>	<u>39,012</u>	<u>40,290</u>	<u>43,382</u>	<u>45,493</u>	<u>43,825</u>	<u>46,918</u>	<u>49,027</u>
10	<u>7</u>	<u>37,817</u>	<u>38,813</u>	<u>39,868</u>	<u>41,216</u>	<u>44,355</u>	<u>46,524</u>	<u>44,716</u>	<u>47,853</u>	<u>50,024</u>
11	<u>8</u>	<u>39,030</u>	<u>40,080</u>	<u>41,160</u>	<u>42,620</u>	<u>45,800</u>	<u>48,050</u>	<u>46,119</u>	<u>49,300</u>	<u>51,548</u>
12	<u>9</u>		<u>41,392</u>	<u>42,526</u>	<u>44,038</u>	<u>47,293</u>	<u>49,619</u>	<u>47,536</u>	<u>50,793</u>	<u>53,119</u>
13	<u>10</u>			<u>43,908</u>	<u>45,530</u>	<u>48,828</u>	<u>51,231</u>	<u>49,029</u>	<u>52,328</u>	<u>54,730</u>
14	<u>11</u>				<u>47,065</u>	<u>50,435</u>	<u>52,886</u>	<u>50,564</u>	<u>53,935</u>	<u>56,385</u>
15	<u>12</u>				<u>48,551</u>	<u>52,085</u>	<u>54,609</u>	<u>52,159</u>	<u>55,584</u>	<u>58,109</u>
16	<u>13</u>					<u>53,775</u>	<u>56,374</u>	<u>53,810</u>	<u>57,274</u>	<u>59,873</u>
17	<u>14</u>					<u>55,473</u>	<u>58,206</u>	<u>55,510</u>	<u>59,083</u>	<u>61,706</u>
18	<u>15</u>					<u>56,916</u>	<u>59,720</u>	<u>56,953</u>	<u>60,619</u>	<u>63,310</u>
19	<u>16 or more</u>					<u>58,054</u>	<u>60,914</u>	<u>58,092</u>	<u>61,832</u>	<u>64,576</u>

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

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

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

30 (5) For the purposes of this section:

- 31 (a) "BA" means a baccalaureate degree.
- 32 (b) "MA" means a masters degree.
- 33 (c) "PHD" means a doctorate degree.
- 34 (d) "Years of service" shall be calculated under the same rules
35 adopted by the superintendent of public instruction.

1 (e) "Credits" means college quarter hour credits and equivalent in-
2 service credits computed in accordance with RCW 28A.415.020 and
3 28A.415.023.

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

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

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

12 (7) The certificated instructional staff base salary specified for
13 each district in LEAP Document 2 and the salary schedules in subsection
14 (4)(a) of this section include two learning improvement days. A school
15 district is eligible for the learning improvement day funds only if the
16 learning improvement days have been added to the 180- day contract
17 year. If fewer days are added, the additional learning improvement
18 allocation shall be adjusted accordingly. The additional days shall be
19 limited to specific activities identified in the state required school
20 improvement plan related to improving student learning that are
21 consistent with education reform implementation, and shall not be
22 considered part of basic education. The principal in each school shall
23 assure that the days are used to provide the necessary school- wide,
24 all staff professional development that is tied directly to the school
25 improvement plan. The school principal and the district superintendent
26 shall maintain documentation as to their approval of these activities.
27 The length of a learning improvement day shall not be less than the
28 length of a full day under the base contract. The superintendent of
29 public instruction shall ensure that school districts adhere to the
30 intent and purposes of this subsection.

31 (8) The salary allocation schedules established in this section are
32 for allocation purposes only except as provided in RCW 28A.400.200(2)
33 and subsection (7) of this section.

34 **Sec. 504.** 2007 c 522 s 504 (uncodified) is amended to read as
35 follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**

1	COMPENSATION ADJUSTMENTS	
2	General Fund--State Appropriation (FY 2008)	((\$161,665,000))
3		<u>\$161,280,000</u>
4	General Fund--State Appropriation (FY 2009)	((\$348,871,000))
5		<u>\$390,354,000</u>
6	General Fund--Federal Appropriation	((\$243,000))
7		<u>\$266,000</u>
8	TOTAL APPROPRIATION	((\$510,779,000))
9		<u>\$551,900,000</u>

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

12 (1) ((~~\$444,366,000~~)) \$485,043,000 is provided solely for the
13 following:

14 (a) A cost of living adjustment of 3.7 percent effective September
15 1, 2007, and another ((~~2.8~~)) 3.9 percent effective September 1, 2008,
16 pursuant to Initiative Measure No. 732.

17 (b) Additional salary increases as necessary to fund the base
18 salaries for certificated instructional staff as listed for each
19 district in LEAP Document 2, defined in section 503(2)(b) of this act.
20 Allocations for these salary increases shall be provided to all 262
21 districts that are not grandfathered to receive salary allocations
22 above the statewide salary allocation schedule, and to certain
23 grandfathered districts to the extent necessary to ensure that salary
24 allocations for districts that are currently grandfathered do not fall
25 below the statewide salary allocation schedule. These additional
26 salary increases will result in a decrease in the number of
27 grandfathered districts from the current thirty-four to twenty-four in
28 the 2007-08 school year and to ((~~thirteen~~)) twelve in the 2008-09
29 school year.

30 (c) Additional salary increases to certain districts as necessary
31 to fund the per full-time-equivalent salary allocations for
32 certificated administrative staff as listed for each district in LEAP
33 Document 2, defined in section 503(2)(b) of this act. These additional
34 salary increases shall ensure a minimum salary allocation for
35 certificated administrative staff of \$54,405 in the 2007-08 school year
36 and ((~~\$57,097~~)) \$57,709 in the 2008-09 school year.

37 (d) Additional salary increases to certain districts as necessary
38 to fund the per full-time-equivalent salary allocations for classified

1 staff as listed for each district in LEAP Document 2, defined in
2 section 503(2)(b) of this act. These additional salary increases
3 ensure a minimum salary allocation for classified staff of \$30,111 in
4 the 2007-08 school year and (~~(\$31,376)~~) \$31,713 in the 2008-09 school
5 year. For the 2008-09 school year, funds provided in this subsection
6 shall be used exclusively for additional salary increases for
7 classified staff and shall not be used to supplant any other state or
8 local funding for compensation of these staff. By December 1, 2008,
9 the office of the superintendent of public instruction shall provide a
10 report to the appropriate policy and fiscal committees of the
11 legislature and the office of financial management on the compliance
12 with the requirements in this subsection.

13 (e) The appropriations in this subsection (1) include associated
14 incremental fringe benefit allocations at rates (~~(13.49)~~) 13.47 percent
15 for the 2007-08 school year and (~~(16.05)~~) 16.03 percent for the 2008-09
16 school year for certificated staff and (~~(13.56)~~) 13.54 percent for the
17 2007-08 school year and (~~(15.24)~~) 15.22 percent for the 2008-09 school
18 year for classified staff.

19 (f) The appropriations in this section include the increased
20 portion of salaries and incremental fringe benefits for all relevant
21 state-funded school programs in part V of this act. Increases for
22 general apportionment (basic education) are based on the salary
23 allocation schedules and methodology in sections 502 and 503 of this
24 act. Increases for special education result from increases in each
25 district's basic education allocation per student. Increases for
26 educational service districts and institutional education programs are
27 determined by the superintendent of public instruction using the
28 methodology for general apportionment salaries and benefits in sections
29 502 and 503 of this act.

30 (g) The appropriations in this section provide cost of living and
31 incremental fringe benefit allocations based on formula adjustments as
32 follows:

33
34
35
36

School Year

1		2007-08	2008-09
2	Pupil Transportation (per weighted pupil mile)	\$1.08	(\$2.04)
3			<u>\$2.33</u>
4	Highly Capable (per formula student)	\$11.13	(\$20.98)
5			<u>\$24.08</u>
6	Transitional Bilingual Education (per eligible bilingual student)	(\$29.81)	(\$56.19)
7		<u>\$29.80</u>	<u>\$64.50</u>
8	Learning Assistance (per formula student)	\$7.00	(\$13.20)
9			<u>\$19.81</u>

10 (h) The appropriations in this section include \$925,000 for fiscal
11 year 2008 and ~~(\$1,940,000)~~ \$2,198,000 for fiscal year 2009 for salary
12 increase adjustments for substitute teachers.

13 (2) ~~(\$66,415,000)~~ \$66,859,000 is provided for adjustments to
14 insurance benefit allocations. The maintenance rate for insurance
15 benefit allocations is \$682.54 per month for the 2007-08 and 2008-09
16 school years. The appropriations in this section provide for a rate
17 increase to \$707.00 per month for the 2007-08 school year and \$732.00
18 per month for the 2008-09 school year. The adjustments to health
19 insurance benefit allocations are at the following rates:

20		School Year	
21		2007-08	2008-09
22	Pupil Transportation (per weighted pupil mile)	\$0.22	\$0.45
23	Highly Capable (per formula student)	(\$1.49)	\$3.05
24		<u>\$1.50</u>	
25	Transitional Bilingual Education (per eligible bilingual student)	(\$3.97)	\$8.01
26		<u>\$3.96</u>	
27	Learning Assistance (per formula student)	\$0.86	(\$1.75)
28			<u>\$2.29</u>

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

31 **Sec. 505.** 2007 c 522 s 505 (uncodified) is amended to read as
32 follows:

33 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**
34 General Fund--State Appropriation (FY 2008) ~~(\$262,728,000)~~
35 \$273,409,000

1	General Fund--State Appropriation (FY 2009)	((\$264,700,000))
2		<u>\$276,510,000</u>
3	Education Legacy Trust Account--State	
4	Appropriation	\$25,000,000
5	TOTAL APPROPRIATION	((\$552,428,000))
6		<u>\$574,919,000</u>

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

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

12 (2) A maximum of \$848,000 of this fiscal year 2008 appropriation
13 and a maximum of ((~~\$866,000~~)) \$878,000 of the fiscal year 2009
14 appropriation may be expended for regional transportation coordinators
15 and related activities. The transportation coordinators shall ensure
16 that data submitted by school districts for state transportation
17 funding shall, to the greatest extent practical, reflect the actual
18 transportation activity of each district.

19 (3) \$5,000 of the fiscal year 2008 appropriation and \$5,000 of the
20 fiscal year 2009 appropriation are provided solely for the
21 transportation of students enrolled in "choice" programs.
22 Transportation shall be limited to low-income students who are
23 transferring to "choice" programs solely for educational reasons.

24 (4) Allocations for transportation of students shall be based on
25 reimbursement rates of \$44.84 per weighted mile in the 2007-08 school
26 year and ((~~\$45.48~~)) \$45.68 per weighted mile in the 2008-09 school year
27 exclusive of salary and benefit adjustments provided in section 504 of
28 this act. Allocations for transportation of students transported more
29 than one radius mile shall be based on weighted miles as determined by
30 superintendent of public instruction multiplied by the per mile
31 reimbursement rates for the school year pursuant to the formulas
32 adopted by the superintendent of public instruction. Allocations for
33 transportation of students living within one radius mile shall be based
34 on the number of enrolled students in grades kindergarten through five
35 living within one radius mile of their assigned school multiplied by
36 the per mile reimbursement rate for the school year multiplied by 1.29.

37 (5) \$25,000,000 of the education legacy trust account--state
38 appropriation is provided solely for temporary assistance to school

1 districts for pupil transportation programs. The office of the
2 superintendent of public instruction, in consultation with the joint
3 legislative audit and review committee, will develop a method of
4 allocating these funds to school districts. The allocation method
5 shall be based primarily on the findings and analysis from the joint
6 legislative and audit review committee's K-12 pupil transportation
7 study completed in December 2006.

8 (6) The office of the superintendent of public instruction shall
9 provide reimbursement funding to a school district only after the
10 superintendent of public instruction determines that the school bus was
11 purchased from the list established pursuant to RCW 28A.160.195(2) or
12 a comparable competitive bid process based on the lowest price quote
13 based on similar bus categories to those used to establish the list
14 pursuant to RCW 28A.160.195.

15 (7) The superintendent of public instruction shall base
16 depreciation payments for school district buses on the five-year
17 average of lowest bids in the appropriate category of bus. In the
18 final year on the depreciation schedule, the depreciation payment shall
19 be based on the lowest bid in the appropriate bus category for that
20 school year.

21 **Sec. 506.** 2007 c 522 s 507 (uncodified) is amended to read as
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
24 **PROGRAMS**

25	General Fund--State Appropriation (FY 2008)	((\$532,192,000))
26		<u>\$543,469,000</u>
27	General Fund--State Appropriation (FY 2009)	((\$566,174,000))
28		<u>\$582,053,000</u>
29	General Fund--Federal Appropriation	((\$435,735,000))
30		<u>\$435,692,000</u>
31	Education Legacy Trust Account--State	
32	Appropriation	\$14,561,000
33	TOTAL APPROPRIATION	((\$1,548,662,000))
34		<u>\$1,575,775,000</u>

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

1 (1) Funding for special education programs is provided on an excess
2 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
3 that special education students as a class receive their full share of
4 the general apportionment allocation accruing through sections 502 and
5 504 of this act. To the extent a school district cannot provide an
6 appropriate education for special education students under chapter
7 28A.155 RCW through the general apportionment allocation, it shall
8 provide services through the special education excess cost allocation
9 funded in this section.

10 (2)(a) The superintendent of public instruction shall ensure that:

11 (i) Special education students are basic education students first;

12 (ii) As a class, special education students are entitled to the
13 full basic education allocation; and

14 (iii) Special education students are basic education students for
15 the entire school day.

16 (b) The superintendent of public instruction shall adopt the full
17 cost method of excess cost accounting, as designed by the committee and
18 recommended by the superintendent, pursuant to section 501(1)(k),
19 chapter 372, Laws of 2006, and ensure that all school districts adopt
20 the method beginning in the 2007-08 school year.

21 (3) Each fiscal year appropriation includes such funds as are
22 necessary to complete the school year ending in the fiscal year and for
23 prior fiscal year adjustments.

24 (4) The superintendent of public instruction shall distribute state
25 funds to school districts based on two categories: (a) The first
26 category includes (i) children birth through age two who are eligible
27 for the optional program for special education eligible developmentally
28 delayed infants and toddlers, and (ii) students eligible for the
29 mandatory special education program and who are age three or four, or
30 five and not yet enrolled in kindergarten; and (b) the second category
31 includes students who are eligible for the mandatory special education
32 program and who are age five and enrolled in kindergarten and students
33 age six through 21.

34 (5)(a) For the 2007-08 and 2008-09 school years, the superintendent
35 shall make allocations to each district based on the sum of:

36 (i) A district's annual average headcount enrollment of students
37 ages birth through four and those five year olds not yet enrolled in

1 kindergarten, as defined in subsection (4) of this section, multiplied
2 by the district's average basic education allocation per full-time
3 equivalent student, multiplied by 1.15; and

4 (ii) A district's annual average full-time equivalent basic
5 education enrollment multiplied by the funded enrollment percent
6 determined pursuant to subsection (6)(b) of this section, multiplied by
7 the district's average basic education allocation per full-time
8 equivalent student multiplied by 0.9309.

9 (b) For purposes of this subsection, "average basic education
10 allocation per full-time equivalent student" for a district shall be
11 based on the staffing ratios required by RCW 28A.150.260 and shall not
12 include enhancements, secondary vocational education, or small schools.

13 (6) The definitions in this subsection apply throughout this
14 section.

15 (a) "Annual average full-time equivalent basic education
16 enrollment" means the resident enrollment including students enrolled
17 through choice (RCW 28A.225.225) and students from nonhigh districts
18 (RCW 28A.225.210) and excluding students residing in another district
19 enrolled as part of an interdistrict cooperative program (RCW
20 28A.225.250).

21 (b) "Enrollment percent" means the district's resident special
22 education annual average enrollment, excluding the birth through age
23 four enrollment and those five year olds not yet enrolled in
24 kindergarten, as a percent of the district's annual average full-time
25 equivalent basic education enrollment.

26 Each district's general fund--state funded special education
27 enrollment shall be the lesser of the district's actual enrollment
28 percent or 12.7 percent.

29 (7) At the request of any interdistrict cooperative of at least 15
30 districts in which all excess cost services for special education
31 students of the districts are provided by the cooperative, the maximum
32 enrollment percent shall be calculated in accordance with subsection
33 (6)(b) of this section, and shall be calculated in the aggregate rather
34 than individual district units. For purposes of this subsection, the
35 average basic education allocation per full-time equivalent student
36 shall be calculated in the aggregate rather than individual district
37 units.

1 (8) To the extent necessary, (~~(\$30,690,000)~~) \$53,926,000 of the
2 general fund--state appropriation and \$29,574,000 of the general fund--
3 federal appropriation are provided for safety net awards for districts
4 with demonstrated needs for special education funding beyond the
5 amounts provided in subsection (5) of this section. If the federal
6 safety net awards based on the federal eligibility threshold exceed the
7 (~~amount appropriated~~) federal appropriation in this subsection (8) in
8 any fiscal year, the superintendent shall expend all available federal
9 discretionary funds necessary to meet this need. Safety net funds
10 shall be awarded by the state safety net oversight committee subject to
11 the following conditions and limitations:

12 (a) The committee shall consider unmet needs for districts that can
13 convincingly demonstrate that all legitimate expenditures for special
14 education exceed all available revenues from state funding formulas.
15 In the determination of need, the committee shall also consider
16 additional available revenues from federal sources. Differences in
17 program costs attributable to district philosophy, service delivery
18 choice, or accounting practices are not a legitimate basis for safety
19 net awards.

20 (b) The committee shall then consider the extraordinary high cost
21 needs of one or more individual special education students.
22 Differences in costs attributable to district philosophy, service
23 delivery choice, or accounting practices are not a legitimate basis for
24 safety net awards.

25 (c) Using criteria developed by the committee, the committee shall
26 then consider extraordinary costs associated with communities that draw
27 a larger number of families with children in need of special education
28 services.

29 (d) The maximum allowable indirect cost for calculating safety net
30 eligibility may not exceed the federal restricted indirect cost rate
31 for the district plus one percent.

32 (e) Safety net awards must be adjusted for any audit findings or
33 exceptions related to special education funding.

34 (f) Safety net awards shall be adjusted based on the percent of
35 potential medicaid eligible students billed as calculated by the
36 superintendent in accordance with chapter 318, Laws of 1999.

37 (9) The superintendent of public instruction may adopt such rules
38 and procedures as are necessary to administer the special education

1 funding and safety net award process. Prior to revising any standards,
2 procedures, or rules, the superintendent shall consult with the office
3 of financial management and the fiscal committees of the legislature.

4 (10) The safety net oversight committee appointed by the
5 superintendent of public instruction shall consist of:

6 (a) One staff from the office of superintendent of public
7 instruction;

8 (b) Staff of the office of the state auditor who shall be nonvoting
9 members of the committee; and

10 (c) One or more representatives from school districts or
11 educational service districts knowledgeable of special education
12 programs and funding.

13 (11) The office of the superintendent of public instruction shall
14 review and streamline the application process to access safety net
15 funds, provide technical assistance to school districts, and annually
16 survey school districts regarding improvement to the process.

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

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

28 (14) \$50,000 of the general fund--state appropriation for fiscal
29 year 2008, \$50,000 of the general fund--state appropriation for fiscal
30 2009, and \$100,000 of the general fund--federal appropriation shall be
31 expended to support a special education ombudsman program within the
32 office of superintendent of public instruction. The purpose of the
33 program is to provide support to parents, guardians, educators, and
34 students with disabilities. The program will provide information to
35 help families and educators understand state laws, rules, and
36 regulations, and access training and support, technical information
37 services, and mediation services. The ombudsman program will provide
38 data, information, and appropriate recommendations to the office of

1 superintendent of public instruction, school districts, educational
2 service districts, state need projects, and the parent and teacher
3 information center. Within the appropriations in this section there is
4 sufficient funding provided to also provide at least a half-time
5 support staff position for the special education ombudsman program.

6 (15) The superintendent shall maintain the percentage of federal
7 flow-through to school districts at 85 percent. In addition to other
8 purposes, school districts may use increased federal funds for high-
9 cost students, for purchasing regional special education services from
10 educational service districts, and for staff development activities
11 particularly relating to inclusion issues.

12 (16) A maximum of \$1,200,000 of the general fund--federal
13 appropriation may be expended by the superintendent for projects
14 related to use of inclusion strategies by school districts for
15 provision of special education services.

16 (17) The superintendent, consistent with the new federal IDEA
17 reauthorization, shall continue to educate school districts on how to
18 implement a birth-to-three program and review the cost effectiveness
19 and learning benefits of early intervention.

20 (18) A school district may carry over from one year to the next
21 year up to 10 percent of the general fund--state funds allocated under
22 this program; however, carryover funds shall be expended in the special
23 education program.

24 (19) \$262,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$251,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely for two additional full-time
27 equivalent staff to support the work of the safety net committee and to
28 provide training and support to districts applying for safety net
29 awards.

30 **Sec. 507.** 2007 c 522 s 508 (uncodified) is amended to read as
31 follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
33 **DISTRICTS**

34	General Fund--State Appropriation (FY 2008)	((\$7,520,000))
35		<u>\$7,519,000</u>
36	General Fund--State Appropriation (FY 2009)	((\$8,527,000))
37		<u>\$9,994,000</u>

1 TOTAL APPROPRIATION ((~~\$16,047,000~~))
2 \$17,513,000

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

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

8 (2) \$1,662,000 of the general fund--state appropriation in fiscal
9 year 2008 and \$3,355,000 of the general fund--state appropriation in
10 fiscal year 2009 are provided solely for regional professional
11 development related to mathematics and science curriculum and
12 instructional strategies. For each educational service district,
13 \$184,933 is provided in fiscal year 2008 for professional development
14 activities related to mathematics curriculum and instruction and
15 \$372,357 is provided in fiscal year 2009 for professional development
16 activities related to mathematics and science curriculum and
17 instruction. Each educational service district shall use this funding
18 solely for salary and benefits for a certificated instructional staff
19 with expertise in the appropriate subject matter and in professional
20 development delivery, and for travel, materials, and other expenditures
21 related to providing regional professional development support. The
22 office of superintendent of public instruction shall also allocate to
23 each educational service district additional amounts provided in
24 section 504 of this act for compensation increases associated with the
25 salary amounts and staffing provided in this subsection (2).

26 (3) The educational service districts, at the request of the state
27 board of education pursuant to RCW 28A.310.010 and 28A.310.340, may
28 receive and screen applications for school accreditation, conduct
29 school accreditation site visits pursuant to state board of education
30 rules, and submit to the state board of education post-site visit
31 recommendations for school accreditation. The educational service
32 districts may assess a cooperative service fee to recover actual plus
33 reasonable indirect costs for the purposes of this subsection.

34 (4) \$876,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the implementation of Engrossed Second
36 Substitute Senate Bill No. 6673 (student learning opportunities) which
37 established reading improvement specialist positions in each of the

1 nine educational service districts. If the bill is not enacted by June
2 30, 2008, the amount provided in this subsection shall lapse.

3 (5) \$592,000 of the general fund--state appropriation for fiscal
4 year 2009 is provided solely for the implementation of Engrossed Second
5 Substitute Senate Bill No. 6673 (student learning opportunities) which
6 provides for educational service district outreach to community-based
7 programs and organizations within the district that are serving non-
8 English speaking segments of the population as well as those programs
9 that target subgroups of students that may be struggling academically.
10 If the bill is not enacted by June 30, 2008, the amount provided in
11 this subsection shall lapse.

12 **Sec. 508.** 2007 c 522 s 509 (uncodified) is amended to read as
13 follows:

14 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
15 **ASSISTANCE**

16	General Fund--State Appropriation (FY 2008)	((\$202,394,000))
17		<u>\$203,555,000</u>
18	General Fund--State Appropriation (FY 2009)	((\$212,310,000))
19		<u>\$220,100,000</u>
20	TOTAL APPROPRIATION	((\$414,704,000))
21		<u>\$423,655,000</u>

22 **Sec. 509.** 2007 c 522 s 510 (uncodified) is amended to read as
23 follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
25 **EDUCATION PROGRAMS**

26	General Fund--State Appropriation (FY 2008)	((\$18,301,000))
27		<u>\$19,105,000</u>
28	General Fund--State Appropriation (FY 2009)	((\$18,513,000))
29		<u>\$19,757,000</u>
30	TOTAL APPROPRIATION	((\$36,814,000))
31		<u>\$38,862,000</u>

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

34 (1) Each general fund--state fiscal year appropriation includes
35 such funds as are necessary to complete the school year ending in the
36 fiscal year and for prior fiscal year adjustments.

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

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

10 (4) The funded staffing ratios for education programs for juveniles
11 age 18 or less in department of corrections facilities shall be the
12 same as those provided in the 1997-99 biennium.

13 (5) ((~~\$196,000~~)) \$187,000 of the general fund--state appropriation
14 for fiscal year 2008 and ((~~\$196,000~~)) \$133,797 of the general fund--
15 state appropriation for fiscal year 2009 are provided solely to
16 maintain at least one certificated instructional staff and related
17 support services at an institution whenever the K-12 enrollment is not
18 sufficient to support one full-time equivalent certificated
19 instructional staff to furnish the educational program. The following
20 types of institutions are included: Residential programs under the
21 department of social and health services for developmentally disabled
22 juveniles, programs for juveniles under the department of corrections,
23 and programs for juveniles under the juvenile rehabilitation
24 administration.

25 (6) Ten percent of the funds allocated for each institution may be
26 carried over from one year to the next.

27 **Sec. 510.** 2007 c 522 s 511 (uncodified) is amended to read as
28 follows:

29 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
30 **CAPABLE STUDENTS**

31	General Fund--State Appropriation (FY 2008)	((\$8,396,000))
32		<u>\$8,383,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$8,779,000))
34		<u>\$8,785,000</u>
35	TOTAL APPROPRIATION	((\$17,175,000))
36		<u>\$17,168,000</u>

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) Allocations for school district programs for highly capable
7 students shall be distributed at a maximum rate of (~~(\$372.19)~~) \$372.15
8 per funded student for the 2007-08 school year and (~~(\$378.17)~~) \$378.13
9 per funded student for the 2008-09 school year, exclusive of salary and
10 benefit adjustments pursuant to section 504 of this act. The number of
11 funded students shall be a maximum of 2.314 percent of each district's
12 full-time equivalent basic education enrollment.

13 (3) \$170,000 of the fiscal year 2008 appropriation and \$170,000 of
14 the fiscal year 2009 appropriation are provided for the centrum program
15 at Fort Worden state park.

16 (4) \$90,000 of the fiscal year 2008 appropriation and \$90,000 of
17 the fiscal year 2009 appropriation are provided for the Washington
18 destination imagination network and future problem-solving programs.

19 **Sec. 511.** 2007 c 522 s 513 (uncodified) is amended to read as
20 follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
22 **PROGRAMS**

23	General Fund--State Appropriation (FY 2008)	((\$66,278,000))
24		<u>\$66,272,000</u>
25	General Fund--State Appropriation (FY 2009)	((\$73,567,000))
26		<u>\$94,679,000</u>
27	Education Legacy Trust Account--State	
28	Appropriation	((\$125,325,000))
29		<u>\$120,790,000</u>
30	General Fund--Federal Appropriation	\$152,616,000
31	TOTAL APPROPRIATION	((\$417,786,000))
32		<u>\$434,357,000</u>

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

35 (1) \$19,966,000 of the general fund--state appropriation for fiscal
36 year 2008, (~~(\$19,946,000)~~) \$19,796,000 of the general fund--state
37 appropriation for fiscal year 2009, and \$15,870,000 of the general

1 fund--federal appropriation are provided solely for development and
2 implementation of the Washington assessments of student learning
3 (WASL), including: (i) Development and implementation of retake
4 assessments for high school students who are not successful in one or
5 more content areas of the WASL; and (ii) development and implementation
6 of alternative assessments or appeals procedures to implement the
7 certificate of academic achievement. The superintendent of public
8 instruction shall report quarterly on the progress on development and
9 implementation of alternative assessments or appeals procedures.
10 Within these amounts, the superintendent of public instruction shall
11 contract for the early return of 10th grade student WASL results, on or
12 around June 10th of each year.

13 (2) (~~(\$250,000)~~) \$1,950,000 of the general fund--state
14 appropriation (~~((for fiscal year 2008, \$250,000 of the general fund--~~
15 ~~state appropriation for fiscal year 2009,))~~) and (~~(\$10,750,000)~~)
16 \$1,350,000 of the education legacy trust account--state appropriation
17 are provided solely for the implementation of Engrossed Substitute
18 Senate Bill No. 6023 (regarding alternative assessments), including
19 section 2 and section 5 of that act. If the bill is not enacted by
20 June 30, 2007, the amounts provided in this subsection shall lapse.
21 Additionally, the funding provided in this subsection is subject to the
22 following conditions and limitations:

23 (a) The funding may be spent on reviewing, developing, and
24 implementing approved alternative assessments authorized in Engrossed
25 Substitute Senate Bill No. 6023 (regarding alternative assessments).

26 (b) The funding may also be used for reviewing, developing, and
27 implementing end-of-course examinations pursuant to Engrossed
28 Substitute Senate Bill No. 6023 (regarding alternative assessments).

29 (c) (~~(The funding may be used for)~~) Amounts provided in section 502
30 of this act are sufficient for any increased costs associated with
31 additional full-time equivalent students directly resulting from
32 additional course-taking requirements specified in Engrossed Substitute
33 Senate Bill No. 6023 (regarding alternative assessments).

34 (d) (~~(\$4,900,000 of the funds provided in this subsection are~~
35 ~~provided solely for allocations for school districts to purchase~~
36 ~~diagnostic assessments as specified in Engrossed Substitute Senate Bill~~
37 ~~No. 6023. By September 1, 2007, the office of the superintendent of~~
38 ~~public instruction shall: (i) Negotiate an agreement with an~~

1 ~~assessment vendor or vendors to secure competitive pricing for school~~
2 ~~districts for high quality diagnostic assessment tools, and (ii)~~
3 ~~provide quality comparison information to school districts regarding~~
4 ~~various diagnostic assessment tools available. Of the funding~~
5 ~~provided, a maximum of \$100,000 may be spent by the office of the~~
6 ~~superintendent of public instruction for administrative support.~~

7 (e)) Beginning on September 1, 2007, the office of the
8 superintendent of public instruction shall submit quarterly reports to
9 the office of financial management and the appropriate policy and
10 fiscal committees of the legislature detailing the actions taken
11 pursuant to Engrossed Substitute Senate Bill No. 6023 (regarding
12 alternative assessments) and amounts spent of each aspect of the
13 legislation.

14 (3) \$250,000 of the general fund--state appropriation for fiscal
15 year 2008, \$250,000 of the general fund--state appropriation for fiscal
16 year 2009, and \$4,400,000 of the education legacy trust account--state
17 appropriation is provided solely for the development and implementation
18 of diagnostic assessments, subject to the following terms and
19 conditions:

20 (a) A maximum of \$2,540,000 of the funding provided in this
21 subsection shall support the development and implementation of
22 voluntary classroom-based diagnostic assessments and progress
23 monitoring tools for all subject areas included in the WASL by the
24 office of the superintendent of public instruction; and

25 (b) \$2,360,000 of the funding provided in this subsection is for
26 allocations to school districts to purchase assessment tools which
27 supplement the system of diagnostic tests developed by the office of
28 the superintendent of public instruction as described in (a) of this
29 subsection.

30 (4) \$70,000 of the general fund--state appropriation for fiscal
31 year 2008 and \$70,000 of the general fund--state appropriation for
32 fiscal year 2009 are provided solely for the second grade assessments.

33 ((+4)) (5) \$1,414,000 of the general fund--state appropriation for
34 fiscal year 2008 and \$1,414,000 of the general fund--state
35 appropriation for fiscal year 2009 are provided solely for (a) the
36 tenth grade mathematics assessment tool that: (i) Presents the
37 mathematics essential learnings in segments for assessment; (ii) is
38 comparable in content and rigor to the tenth grade mathematics WASL

1 when all segments are considered together; (iii) is reliable and valid;
2 and (iv) can be used to determine a student's academic performance
3 level; (b) tenth grade mathematics knowledge and skill learning modules
4 to teach middle and high school students specific skills that have been
5 identified as areas of difficulty for tenth grade students; and (c)
6 making the modules available on-line.

7 ~~((+5))~~ (6) \$2,267,000 of the general fund--state appropriation for
8 fiscal year 2009 and \$2,367,000 of the education legacy trust account
9 appropriation are provided solely to develop a system of mathematics
10 and science standards and instructional materials that are
11 internationally competitive and consistent with emerging best practices
12 research. Funding in this subsection shall fund all of the following
13 specific projects:

14 (a) The office of the superintendent of public instruction shall
15 adopt revised state standards in mathematics as directed by Second
16 Substitute House Bill No. 1906 (improving mathematics and science
17 education). Activities include conducting research at the request of
18 the state board of education, engaging one or more national experts in
19 mathematics selected by the board, and convening education
20 practitioners and community members in an advisory capacity regarding
21 revised standards in mathematics.

22 (b) The office of the superintendent of public instruction, in
23 consultation with the state board of education, shall research and
24 identify not more than three basic mathematics curricula as well as
25 diagnostic and supplemental instructional materials for elementary,
26 middle, and high school grade spans that align with the revised
27 mathematics standards.

28 (c) The office of the superintendent of public instruction shall
29 adopt revised state standards in science as directed by Second
30 Substitute House Bill No. 1906 (improving mathematics and science
31 education). Activities include conducting research at the request of
32 the state board of education, engaging one or more national experts in
33 science selected by the board, and convening education practitioners
34 and community members in an advisory capacity regarding revised
35 standards in science.

36 (d) The office of the superintendent of public instruction, in
37 consultation with the state board of education, shall research and
38 identify not more than three basic science curricula as well as

1 diagnostic and supplemental instructional materials for elementary,
2 middle, and high school grade spans that align with the revised science
3 standards.

4 (e) The office of the superintendent of public instruction shall
5 evaluate science textbooks, instructional materials, and diagnostic
6 tools to determine the extent to which they are aligned with the
7 revised science standards. Once the evaluations have been conducted,
8 results will be shared with science teachers, other educators, and
9 community members.

10 (f) Funding is provided for the office of the superintendent of
11 public instruction to develop WASL knowledge and skill learning modules
12 to assist students performing at tenth grade level 1 and level 2 in
13 science.

14 (g) Of the amounts provided in this subsection, \$300,000 is
15 provided solely to the state board of education to increase capacity to
16 implement the provisions of Second Substitute House Bill No. 1906
17 (improving mathematics and science education) and Engrossed Second
18 Substitute Senate Bill No. 6023 (regarding alternative assessments).

19 ~~((6))~~ (7) \$8,950,000 of the education legacy trust account
20 appropriation is provided solely for allocations to districts for
21 salaries and benefits for the equivalent of two additional professional
22 development days each school year for fourth and fifth grade teachers.
23 The allocations shall be made based on the calculations of certificated
24 instructional staff units for fourth and fifth grade provided in
25 section 502 of this act and on the calculations of compensation
26 provided in sections 503 and 504 of this act. Allocations made
27 pursuant to this subsection are intended to be formula-driven, and the
28 office of the superintendent of public instruction shall provide
29 updated projections of the relevant budget drivers by November 20,
30 2007, and by November 20, 2008. In the 2007-08 school year, the
31 professional development activities funded by this subsection shall be
32 focused on development of mathematics knowledge and instructional
33 skills and on improving instruction in science. In the 2008-09 school
34 year, the additional professional development shall focus on skills
35 related to implementing the new international mathematics and science
36 standards and curriculum. Districts may use the funding to support
37 additional days for professional development as well as job-embedded
38 forms of professional development.

1 (~~(7)~~) (8) \$13,058,000 of the education legacy trust fund
2 appropriation is provided solely for allocations to districts for
3 salaries and benefits for the equivalent of three additional
4 professional development days for middle and high school math teachers
5 and the equivalent of three additional professional development days
6 for middle and high school science teachers. The office of the
7 superintendent of public instruction shall develop rules to determine
8 the number of math and science teachers in middle and high schools
9 within each district. Allocations made pursuant to this subsection are
10 intended to be formula-driven, and the office of the superintendent of
11 public instruction shall provide updated projections of the relevant
12 budget drivers by November 20, 2007, and by November 20, 2008.
13 Districts may use the funding to support additional days for
14 professional development as well as job-embedded forms of professional
15 development, consistent with the following:

16 (a) For middle school teachers during the 2007-08 school year the
17 additional math professional development funded in this subsection
18 shall focus on development of basic mathematics knowledge and
19 instructional skills and the additional science professional
20 development shall focus on examination of student science assessment
21 data and identification of science knowledge and skill areas in need of
22 additional instructional attention. For middle school teachers during
23 the 2008-09 school year the additional math professional development
24 shall focus on skills related to implementing the new international
25 mathematics standards and the additional science professional
26 development shall focus on skills related to implementing the new
27 international science standards.

28 (b) For high school teachers during the 2007-08 school year the
29 additional math professional development funded in this subsection
30 shall focus on skills related to implementing state math learning
31 modules, the segmented math class/assessment program, the collection of
32 evidence alternative assessment, and basic mathematics knowledge and
33 instructional skills, and the additional science professional
34 development shall focus on skills related to examination of student
35 science assessment data and identification of science knowledge and
36 skill areas in need of additional instructional attention. For high
37 school teachers during the 2008-09 school year the additional math
38 professional development shall focus on skills related to implementing

1 the new international mathematics standards and the additional science
2 professional development shall focus on skills related to implementing
3 the new international science standards.

4 ~~((+8))~~ (9) \$17,491,000 of the education legacy trust fund
5 appropriation is provided solely for allocations to districts for
6 specialized professional development in math for one math teacher and
7 one science teacher in each middle school and one math teacher and one
8 science teacher in each high school. The allocations shall be based on
9 five additional professional development days per teacher and an
10 additional allocation per teacher of \$1,500 for training costs. In
11 order to generate an allocation under this subsection, a teacher must
12 participate in specialized professional development that leads to the
13 implementation of mathematics and science courses that add new rigor to
14 the math and science course offerings in the school. Allocations made
15 pursuant to this subsection are intended to be formula-driven, and the
16 office of the superintendent of public instruction shall provide
17 updated projections of the relevant budget drivers by November 20,
18 2007, and by November 20, 2008.

19 ~~((+9))~~ (10) \$5,376,000 of the education legacy trust account--
20 state appropriation is provided solely for a math and science
21 instructional coaches program pursuant to Second Substitute House Bill
22 No. 1906 (improving mathematics and science education). Funding shall
23 be used to provide grants to schools and districts to provide salaries,
24 benefits, and professional development activities to twenty-five
25 instructional coaches in middle and high school math in the 2007-08 and
26 2008-09 school years and twenty-five instructional coaches in middle
27 and high school science in the 2008-09 school years; and up to \$300,000
28 may be used by the office of the superintendent of public instruction
29 to administer and coordinate the program. Each instructional coach
30 will receive five days of training at a coaching institute prior to
31 being assigned to serve two schools each. These coaches will attend
32 meetings during the year to further their training and assist with
33 coordinating statewide trainings on math and science.

34 ~~((+10))~~ (11) ~~(((\$1,500,000))~~ \$1,133,000 of the general fund--state
35 appropriation for fiscal year 2008 and ~~(((\$1,500,000))~~ \$1,133,000 of the
36 general fund--state appropriation for fiscal year 2009 are provided
37 solely to allow approved middle and junior high school career and
38 technical education programs to receive enhanced vocational funding

1 pursuant to Second Substitute House Bill No. 1906 (improving
2 mathematics and science education). If the bill is not enacted by June
3 30, 2007, the amounts provided in this subsection shall lapse. The
4 office of the superintendent of public instruction shall provide
5 allocations to districts for middle and junior high school students in
6 accordance with the funding formulas provided in section 502 of this
7 act. Although the allocations are formula-driven, the office of the
8 superintendent shall consider the funding provided in this subsection
9 as a fixed amount, and shall adjust funding to stay within the amounts
10 provided in this subsection.

11 ~~((+11+))~~ (12) \$143,000 of the general fund--state appropriation for
12 fiscal year 2008 and \$139,000 of the general fund--state appropriation
13 for fiscal year 2009 are provided solely for (a) staff at the office of
14 the superintendent of public instruction to coordinate and promote
15 efforts to develop integrated math, science, technology, and
16 engineering programs in schools and districts across the state; and (b)
17 grants of \$2,500 to provide twenty middle and high school teachers each
18 year professional development training for implementing integrated
19 math, science, technology, and engineering program in their schools.

20 ~~((+12+))~~ (13) \$5,303,000 of the general fund--state appropriation
21 for fiscal year 2008 and \$5,303,000 of the general fund--state
22 appropriation for fiscal year 2009 are provided solely for in-service
23 training and educational programs conducted by the Pacific science
24 center and for the Washington state leadership assistance for science
25 education reform (LASER) regional partnership coordinated at the
26 Pacific science center.

27 ~~((+13+))~~ (14) \$675,000 of the general fund--state appropriation for
28 fiscal year 2009 is provided solely to support state college readiness
29 assessment fees for eleventh grade students. The office of the
30 superintendent of public instruction shall allocate funds for this
31 purpose to school districts based on the number of eleventh grade
32 students who complete the college readiness exam. School districts
33 shall use these funds to reimburse institutions of higher education for
34 the assessments students take and report to the office of the
35 superintendent of public instruction on the number of assessments
36 provided.

37 ~~((+14) \$51,236,000))~~ (15) \$51,701,000 of the education legacy trust
38 account--state appropriation is provided solely for grants for

1 voluntary full-day kindergarten at the highest poverty schools, as
2 provided in Engrossed Second Substitute Senate Bill 5841 (enhancing
3 student learning opportunities and achievement). The office of the
4 superintendent of public instruction shall provide allocations to
5 districts for recipient schools in accordance with the funding formulas
6 provided in section 502 of this act. Each kindergarten student who
7 enrolls for the voluntary full-day program in a recipient school shall
8 count as one-half of one full-time equivalent student for the purpose
9 of making allocations under this subsection. Although the allocations
10 are formula-driven, the office of the superintendent shall consider the
11 funding provided in this subsection as a fixed amount, and shall limit
12 the number of recipient schools so as to stay within the amounts
13 appropriated each fiscal year in this subsection. The funding provided
14 in this subsection is estimated to provide full-day kindergarten
15 programs for 10 percent of kindergarten enrollment in the 2007-08
16 school year and 20 percent of kindergarten enrollment in the 2008-09
17 school year. Funding priority shall be given to schools with the
18 highest poverty levels, as measured by prior year free and reduced
19 priced lunch eligibility rates in each school. Additionally, as a
20 condition of funding, school districts must agree to provide the
21 full-day program to the children of parents who request it in each
22 eligible school. For the purposes of calculating a school district
23 levy base, funding provided in this subsection shall be considered a
24 state block grant program under RCW 84.52.0531.

25 (a) Of the amounts provided in this subsection, a maximum of
26 \$272,000 may be used for administrative support of the full-day
27 kindergarten program within the office of the superintendent of public
28 instruction.

29 (b) Student enrollment pursuant to this program shall not be
30 included in the determination of a school district's overall K-12 FTE
31 for the allocation of student achievement programs and other funding
32 formulas unless specifically stated.

33 ~~((+15))~~ (16) \$65,000 of the general fund--state appropriation for
34 fiscal year 2008 and \$65,000 of the general fund--state appropriation
35 for fiscal year 2009 are provided solely to support a full-day
36 kindergarten "lighthouse" resource program at the Bremerton school
37 district, as provided in Engrossed Second Senate Bill No. 5841
38 (enhancing student learning opportunities and achievement). The

1 purpose of the program is to provide technical assistance to districts
2 in the initial stages of implementing a high quality full-day
3 kindergarten program.

4 ~~((16))~~ (17) \$3,047,000 of the education legacy trust account--
5 state appropriation is provided solely for grants for three
6 demonstration projects for kindergarten through grade three. The
7 purpose of the grants is to implement best practices in developmental
8 learning in kindergarten through third grade pursuant to Engrossed
9 Second Substitute Senate Bill No. 5841 (enhancing student learning
10 opportunities and achievement).

11 ~~((17))~~ (18) \$300,000 of the general fund--state appropriation for
12 fiscal year 2008 and \$1,000,000 of the general fund--state
13 appropriation for fiscal year 2009 are provided solely for the
14 development of a leadership academy for school principals and
15 administrators. The superintendent of public instruction shall
16 contract with an independent organization to design, field test, and
17 implement a state-of-the-art education leadership academy that will be
18 accessible throughout the state. Initial development of the content of
19 the academy activities shall be supported by private funds.
20 Semiannually the independent organization shall report on amounts
21 committed by foundations and others to support the development and
22 implementation of this program. Leadership academy partners, with
23 varying roles, shall include the state level organizations for school
24 administrators and principals, the superintendent of public
25 instruction, the professional educator standards board, and others as
26 the independent organization shall identify.

27 ~~((18))~~ (19) \$661,000 of the general fund--state appropriation for
28 fiscal year 2008 and \$684,000 of the general fund--state appropriation
29 for fiscal year 2009 are provided solely for grants to school districts
30 to implement emerging best practices activities in support of classroom
31 teachers' instruction of students, with a first language other than
32 English, who struggle with acquiring academic English skills, as
33 outlined in Engrossed Second Substitute Senate Bill No. 5841 (enhancing
34 student learning opportunities and achievement). Best practices shall
35 focus on professional development for classroom teachers and support of
36 instruction for English language learners in regular classrooms.
37 School districts qualifying for these grants shall serve a student
38 population that reflects many different first languages among their

1 students. The Northwest educational research laboratory (NWREL) shall
2 evaluate the effectiveness of the practices supported by the grants as
3 provided in section 501 of this act. Recipients of these grants shall
4 cooperate with NWREL in the collection of program data.

5 ~~((+19+))~~ (20) \$548,000 of the fiscal year 2008 general fund--state
6 appropriation and \$548,000 of the fiscal year 2009 general fund--state
7 appropriation are provided solely for training of paraprofessional
8 classroom assistants and certificated staff who work with classroom
9 assistants as provided in RCW 28A.415.310.

10 ~~((+20+))~~ (21) \$2,348,000 of the general fund--state appropriation
11 for fiscal year 2008 and \$2,348,000 of the general fund--state
12 appropriation for fiscal year 2009 are provided solely for mentor
13 teacher assistance, including state support activities, under RCW
14 28A.415.250 and 28A.415.260, and for a mentor academy. Up to \$200,000
15 of the amount in this subsection may be used each fiscal year to
16 operate a mentor academy to help districts provide effective training
17 for peer mentors. Funds for the teacher assistance program shall be
18 allocated to school districts based on the number of first year
19 beginning teachers.

20 ~~((+21+))~~ (22) \$705,000 of the general fund--state appropriation for
21 fiscal year 2008 and \$705,000 of the general fund--state appropriation
22 for fiscal year 2009 are provided solely for the leadership internship
23 program for superintendents, principals, and program administrators.

24 ~~((+22) \$98,761,000))~~ (23) \$105,765,000 of the general fund--federal
25 appropriation is provided for preparing, training, and recruiting high
26 quality teachers and principals under Title II of the no child left
27 behind act.

28 ~~((+23+))~~ (24)(a) \$488,000 of the general fund--state appropriation
29 for fiscal year 2008 and \$488,000 of the general fund--state
30 appropriation for fiscal year 2009 are provided solely for a principal
31 support program. The office of the superintendent of public
32 instruction may contract with an independent organization to administer
33 the program. The program shall include: (i) Development of an
34 individualized professional growth plan for a new principal or
35 principal candidate; and (ii) participation of a mentor principal who
36 works over a period of between one and three years with the new
37 principal or principal candidate to help him or her build the skills

1 identified as critical to the success of the professional growth plan.
2 Within the amounts provided, \$25,000 per year shall be used to support
3 additional participation of secondary principals.

4 (b) \$3,046,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$3,046,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to the office of the
7 superintendent of public instruction for focused assistance. The
8 office of the superintendent of public instruction shall conduct
9 educational audits of low-performing schools and enter into performance
10 agreements between school districts and the office to implement the
11 recommendations of the audit and the community. Each educational audit
12 shall include recommendations for best practices and ways to address
13 identified needs and shall be presented to the community in a public
14 meeting to seek input on ways to implement the audit and its
15 recommendations.

16 ~~((+24))~~ (25) \$1,000,000 of the general fund--state appropriation
17 for fiscal year 2008 and \$1,000,000 of the general fund--state
18 appropriation for fiscal year 2009 are provided solely for a high
19 school and school district improvement program modeled after the office
20 of the superintendent of public instruction's existing focused
21 assistance program in subsection (25)(b) of this section. The state
22 funding for this improvement program will match an equal amount
23 committed by a nonprofit foundation in furtherance of a jointly funded
24 program.

25 ~~((+25))~~ (26) A maximum of \$375,000 of the general fund--state
26 appropriation for fiscal year 2008 and a maximum of \$500,000 of the
27 general fund--state appropriation for fiscal year 2009 are provided for
28 summer accountability institutes offered by the superintendent of
29 public instruction. The institutes shall provide school district staff
30 with training in the analysis of student assessment data, information
31 regarding successful district and school teaching models, research on
32 curriculum and instruction, and planning tools for districts to improve
33 instruction in reading, mathematics, language arts, social studies,
34 including civics, and guidance and counseling. The superintendent of
35 public instruction shall offer at least one institute specifically for
36 improving instruction in mathematics in fiscal years 2008 and 2009 and
37 at least one institute specifically for improving instruction in
38 science in fiscal year 2009.

1 ~~((26))~~ (27) \$515,000 of the general fund--state appropriation for
2 fiscal year 2008 and \$515,000 of the general fund--state appropriation
3 for fiscal year 2009 are provided for the evaluation of mathematics
4 textbooks, other instructional materials, and diagnostic tools to
5 determine the extent to which they are aligned with the state
6 standards. Once the evaluations have been conducted, results will be
7 shared with math teachers, other educators, and community members for
8 the purposes of validating the conclusions and then selecting up to
9 three curricula, supporting materials, and diagnostic instruments as
10 those best able to assist students to learn and teachers to teach the
11 content of international standards. In addition, the office of the
12 superintendent shall continue to provide support and information on
13 essential components of comprehensive, school-based reading programs.

14 ~~((27))~~ (28) \$1,764,000 of the general fund--state appropriation
15 for fiscal year 2008 and \$1,764,000 of the general fund--state
16 appropriation for fiscal year 2009 are provided solely for the
17 mathematics helping corps subject to the following conditions and
18 limitations:

19 (a) In order to increase the availability and quality of technical
20 mathematics assistance statewide, the superintendent of public
21 instruction shall employ mathematics school improvement specialists to
22 provide assistance to schools and districts. The specialists shall be
23 hired by and work under the direction of a statewide school improvement
24 coordinator. The mathematics improvement specialists shall not be
25 permanent employees of the superintendent of public instruction.

26 (b) The school improvement specialists shall provide the following:

27 (i) Assistance to schools to disaggregate student performance data
28 and develop improvement plans based on those data;

29 (ii) Consultation with schools and districts concerning their
30 performance on the Washington assessment of student learning and other
31 assessments emphasizing the performance on the mathematics assessments;

32 (iii) Consultation concerning curricula that aligns with the
33 essential academic learning requirements emphasizing the academic
34 learning requirements for mathematics, the Washington assessment of
35 student learning, and meets the needs of diverse learners;

36 (iv) Assistance in the identification and implementation of
37 research-based instructional practices in mathematics;

1 (v) Staff training that emphasizes effective instructional
2 strategies and classroom-based assessment for mathematics;

3 (vi) Assistance in developing and implementing family and community
4 involvement programs emphasizing mathematics; and

5 (vii) Other assistance to schools and school districts intended to
6 improve student mathematics learning.

7 ~~((+28+))~~ (29) \$125,000 of the general fund--state appropriation for
8 fiscal year 2008 and \$125,000 of the general fund--state appropriation
9 for fiscal year 2009 are provided solely for the improvement of reading
10 achievement and implementation of research-based reading models. The
11 superintendent shall evaluate reading curriculum programs and other
12 instructional materials to determine the extent to which they are
13 aligned with state standards. A report of the analyses shall be made
14 available to school districts. The superintendent shall report to
15 districts the assessments that are available to screen and diagnose
16 reading difficulties, and shall provide training on how to implement a
17 reading assessment system. Resources may also be used to disseminate
18 grade level expectations and develop professional development modules
19 and web-based materials.

20 ~~((+29) \$30,401,000))~~ (30) \$30,706,000 of the general fund--federal
21 appropriation is provided for the reading first program under Title I
22 of the no child left behind act.

23 (a) \$500,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$500,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the office of the
26 superintendent of public instruction to award five grants to parent,
27 community, and school district partnership programs that will meet the
28 unique needs of different groups of students in closing the achievement
29 gap. The legislature intends that the pilot programs will help
30 students meet state learning standards, achieve the skills and
31 knowledge necessary for college or the workplace, reduce the
32 achievement gap, prevent dropouts, and improve graduation rates.

33 (b) The pilot programs shall be designed in such a way as to be
34 supplemental to educational services provided in the district and shall
35 utilize a community partnership based approach to helping students and
36 their parents.

37 (c) The grant recipients shall work in collaboration with the
38 office of the superintendent of public instruction to develop

1 measurable goals and evaluation methodologies for the pilot programs.
2 \$25,000 of this appropriation may be used by the office of the
3 superintendent of public instruction to hold a statewide meeting to
4 disseminate successful strategies developed by the grantees.

5 (d) The office of the superintendent of public instruction shall
6 issue a report to the legislature in the 2009 session on the progress
7 of each of the pilot programs.

8 ~~((+30+))~~ (31) \$1,500,000 of the general fund--state appropriation
9 for fiscal year 2008 and \$1,500,000 of the general fund--state
10 appropriation for fiscal year 2009 are provided solely for the office
11 of the superintendent of public instruction to support and award
12 Washington community learning center program grants pursuant to
13 Engrossed Second Substitute Senate Bill No. 5841 (enhancing student
14 learning opportunities and achievement). If the bill is not enacted by
15 June 30, 2007, the amounts provided in this subsection shall lapse.

16 ~~((+31+))~~ (32) ~~((+\$1,629,000))~~ \$1,643,000 of the general fund--state
17 appropriation for fiscal year 2008 and ~~((+\$1,638,000))~~ \$1,667,000 of the
18 general fund--state appropriation for fiscal year 2009 are provided
19 solely to eliminate the lunch co-pay for students in grades
20 kindergarten through third grade that are eligible for reduced price
21 lunch.

22 ~~((+32+))~~ (33) \$400,000 of the education legacy trust account--state
23 appropriation is provided solely for the development of mathematics
24 support activities provided by community organizations in after school
25 programs. Pursuant to Second Substitute House Bill No. 1906 (improving
26 mathematics and science education), the office of the superintendent of
27 public instruction shall administer grants to community organizations
28 that partner with school districts to provide these activities and
29 develop a mechanism to report program and student success.

30 ~~((+33+))~~ (34) \$5,222,000 of the general fund--state appropriation
31 for fiscal year 2008 and ~~((+\$5,222,000))~~ \$5,285,000 of the general
32 fund--state appropriation for fiscal year 2009 are provided solely for:
33 (a) The meals for kids program under RCW 28A.235.145 through
34 28A.235.155; (b) to eliminate the breakfast co-pay for students
35 eligible for reduced price lunch; and (c) for additional assistance for
36 school districts initiating a summer food service program.

37 ~~((+34+))~~ (35) \$1,056,000 of the general fund--state appropriation
38 for fiscal year 2008 and \$1,056,000 of the general fund--state

1 appropriation for fiscal year 2009 are provided solely for the
2 Washington reading corps. The superintendent shall allocate reading
3 corps members to low-performing schools and school districts that are
4 implementing comprehensive, proven, research-based reading programs.
5 Two or more schools may combine their Washington reading corps
6 programs. Grants provided under this section may be used by school
7 districts for expenditures from September 2007 through August 31, 2009.

8 ~~((+35+))~~ (36) \$3,594,000 of the general fund--state appropriation
9 for fiscal year 2008 and \$3,594,000 of the general fund--state
10 appropriation for fiscal year 2009 are provided solely for grants to
11 school districts to provide a continuum of care for children and
12 families to help children become ready to learn. Grant proposals from
13 school districts shall contain local plans designed collaboratively
14 with community service providers. If a continuum of care program
15 exists in the area in which the school district is located, the local
16 plan shall provide for coordination with existing programs to the
17 greatest extent possible. Grant funds shall be allocated pursuant to
18 RCW 70.190.040.

19 ~~((+36+))~~ (37) \$1,959,000 of the general fund--state appropriation
20 for fiscal year 2008 and \$1,959,000 of the general fund--state
21 appropriation for fiscal year 2009 are provided solely for improving
22 technology infrastructure, monitoring and reporting on school district
23 technology development, promoting standards for school district
24 technology, promoting statewide coordination and planning for
25 technology development, and providing regional educational technology
26 support centers, including state support activities, under chapter
27 28A.650 RCW. The superintendent of public instruction shall coordinate
28 a process to facilitate the evaluation and provision of online
29 curriculum courses to school districts which includes the following:
30 Creation of a general listing of the types of available online
31 curriculum courses; a survey conducted by each regional educational
32 technology support center of school districts in its region regarding
33 the types of online curriculum courses desired by school districts; a
34 process to evaluate and recommend to school districts the best online
35 courses in terms of curriculum, student performance, and cost; and
36 assistance to school districts in procuring and providing the courses
37 to students.

1 ~~((37))~~ (38) \$126,000 of the general fund--state appropriation for
2 fiscal year 2008 and \$126,000 of the general fund--state appropriation
3 for fiscal year 2009 are provided for the development and posting of
4 web-based instructional tools, assessment data, and other information
5 that assists schools and teachers implementing higher academic
6 standards.

7 ~~((38))~~ (39) \$333,000 of the general fund--state appropriation for
8 fiscal year 2008 and \$333,000 of the general fund--state appropriation
9 for fiscal year 2009 are provided solely for the operation of the
10 center for the improvement of student learning pursuant to RCW
11 28A.300.130.

12 ~~((39))~~ (40) \$12,400,000 of the education legacy trust account--
13 state appropriation is provided solely for one-time allocations for
14 technology upgrades and improvements. The funding shall be allocated
15 based on \$3,000 for each elementary school, \$6,000 for each middle or
16 junior high school, and \$11,000 for each high school. In cases where
17 a particular school's grade span or configuration does not fall into
18 these categories, the office of superintendent of public instruction
19 will develop an allocation to that school that recognizes the unique
20 characteristics but maintains the proportionate allocation identified
21 in this subsection.

22 ~~((40))~~ (41) \$250,000 of the education legacy trust account--state
23 appropriation is provided solely for costs associated with office of
24 the superintendent of public instruction establishing a statewide
25 director of technology position pursuant to Second Substitute House
26 Bill No. 1906 (improving mathematics and science education). If the
27 bill is not enacted by June 30, 2007, the amounts provided in this
28 subsection shall lapse.

29 ~~((41))~~ (42)(a) ~~(((\$9,150,000))~~ \$9,747,000 of the general fund--
30 state appropriation for fiscal year 2008 and ~~(((\$12,447,000))~~
31 \$16,047,000 of the general fund--state appropriation for fiscal year
32 2009 are provided solely for the following bonuses for teachers who
33 hold valid, unexpired certification from the national board for
34 professional teaching standards and who are teaching in a Washington
35 public school, subject to the following conditions and limitations:

36 (i) For national board certified teachers, a bonus of \$5,000 per
37 teacher in fiscal year 2008 and adjusted for inflation in fiscal year
38 2009;

1 (ii) For national board certified teachers who teach in schools
2 where at least 70 percent of student headcount enrollment is eligible
3 for the federal free or reduced price lunch program, an additional
4 \$5,000 annual bonus to be paid in one lump sum; and

5 (iii) The superintendent of public instruction shall adopt rules to
6 ensure that national board certified teachers meet the qualifications
7 for bonuses under (a)(ii) of this subsection for less than one full
8 school year receive bonuses in a pro-rated manner.

9 (b) Included in the amounts provided in this subsection are amounts
10 for mandatory fringe benefits. The annual bonus shall not be included
11 in the definition of "earnable compensation" under RCW 41.32.010(10).

12 (c) For purposes of this subsection, "schools where at least 70
13 percent of the student headcount enrollment is eligible for the federal
14 free or reduced price lunch program" shall be defined as: (i) For the
15 2007-08 and the 2008-09 school years, schools in which the prior year
16 percentage of students eligible for the federal free and reduced price
17 lunch program was at least 70 percent; and (ii) in the 2008-09 school
18 year, any school that met the criterion in (c)(i) of this subsection in
19 the 2007-08 school year.

20 (d) Within the amounts appropriated in this subsection, the office
21 of superintendent of public instruction shall revise rules to allow
22 teachers who hold valid, unexpired certification from the national
23 board for professional teaching standards and who are teaching at the
24 Washington school for the deaf or Washington school for the blind, to
25 receive the annual bonus amounts specified in this subsection if they
26 are otherwise eligible.

27 (e) \$3,000,000 of the general fund--state appropriation for fiscal
28 year 2009 is provided solely for the implementation of Second
29 Substitute Senate Bill No. 6377 (career and technical education). Of
30 the amount provided in this subsection, up to \$300,000 is provided for
31 administrative costs associated with implementing the legislation,
32 including the establishment of a career and technical education
33 awareness campaign. Of the amount provided in this subsection, at
34 least \$2,700,000 is provided for grants and allocations to school
35 districts and skills centers, including, but not limited to, high
36 demand career and technical education programs and summer school
37 programs. If the bill is not enacted by June 30, 2008, the amount
38 provided in this subsection shall lapse.

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) The superintendent shall distribute a maximum of (~~(\$824.24)~~)
7 \$824.12 per eligible bilingual student in the 2007-08 school year and
8 (~~(\$840.25)~~) \$840.13 in the 2008-09 school year, exclusive of salary and
9 benefit adjustments provided in section 504 of this act.

10 (3) The superintendent may withhold up to 1.5 percent of the school
11 year allocations to school districts in subsection (2) of this section,
12 and adjust the per eligible pupil rates in subsection (2) of this
13 section accordingly, solely for the central provision of assessments as
14 provided in RCW 28A.180.090 (1) and (2).

15 (4) \$70,000 of the amounts appropriated in this section are
16 provided solely to track current and former transitional bilingual
17 program students.

18 (5) The general fund--federal appropriation in this section is
19 provided for migrant education under Title I Part C and English
20 language acquisition, and language enhancement grants under Title III
21 of the elementary and secondary education act.

22 (6) Pursuant to RCW 28A.150.260, during the 2007-09 biennium, the
23 office of the superintendent of public instruction shall not make exit
24 of the transitional bilingual program contingent on passing both the
25 Washington language proficiency test and the Washington assessment of
26 student learning without prior legislative approval.

27 **Sec. 513.** 2007 c 522 s 515 (uncodified) is amended to read as
28 follows:

29 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
30 **ASSISTANCE PROGRAM**

31	General Fund--State Appropriation (FY 2008)	((\$70,792,000))
32		<u>\$68,381,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$73,156,000))
34		<u>\$92,718,000</u>
35	General Fund--Federal Appropriation	\$360,660,000
36	Education Legacy Trust Account--State	
37	Appropriation	45,953,000

1 TOTAL APPROPRIATION ((~~\$550,561,000~~))
2 \$567,712,000

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

5 (1) The general fund--state appropriations in this section are
6 subject to the following conditions and limitations:

7 (a) The appropriations include such funds as are necessary to
8 complete the school year ending in the fiscal year and for prior fiscal
9 year adjustments.

10 (b) Funding for school district learning assistance programs shall
11 be allocated at maximum rates of (~~(\$220.37)~~) \$220.34 per funded student
12 for the 2007-08 school year and (~~(\$224.73)~~) \$294.31 per funded student
13 for the 2008-09 school year exclusive of salary and benefit adjustments
14 provided under section 504 of this act.

15 (c) A school district's funded students for the learning assistance
16 program shall be the sum of the following as appropriate:

17 (i) The district's full-time equivalent enrollment in grades K-12
18 for the prior school year multiplied by the district's percentage of
19 October headcount enrollment in grades K-12 eligible for free or
20 reduced price lunch in the prior school year; and

21 (ii) If, in the prior school year, the district's percentage of
22 October headcount enrollment in grades K-12 eligible for free or
23 reduced price lunch exceeded forty percent, subtract forty percent from
24 the district's percentage and multiply the result by the district's K-
25 12 annual average full-time equivalent enrollment for the prior school
26 year.

27 (d) In addition to amounts allocated in (b) and (c) of this
28 subsection, an additional amount shall be allocated to a school
29 district for each school year in which the district's allocation is
30 less than the amount the district received for the general fund--state
31 learning assistance program allocation in the 2004-05 school year. The
32 amount of the allocation in this section shall be sufficient to
33 maintain the 2004-05 school year allocation.

34 (2) The general fund--federal appropriation in this section is
35 provided for Title I Part A allocations of the no child left behind act
36 of 2001.

37 (3) Small school districts are encouraged to make the most
38 efficient use of the funding provided by using regional educational

1 service district cooperatives to hire staff, provide professional
2 development activities, and implement reading and mathematics programs
3 consistent with research-based guidelines provided by the office of the
4 superintendent of public instruction.

5 (4) A school district may carry over from one year to the next up
6 to 10 percent of the general fund--state or education legacy trust
7 funds allocated under this program; however, carryover funds shall be
8 expended for the learning assistance program.

9 (5) School districts are encouraged to coordinate the use of these
10 funds with other federal, state, and local sources to serve students
11 who are below grade level and to make efficient use of resources in
12 meeting the needs of students with the greatest academic deficits.

13 (6) \$23,066,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for the implementation of Engrossed Second
15 Substitute Senate Bill No. 6673 (student learning opportunities) which
16 establishes the extended learning program to provide additional
17 instructional services for eligible students in grades eight, eleven,
18 and twelve during the regular school day, evenings, on weekends, or at
19 other times in order to meet the needs of these students. This funding
20 is in addition to the estimated \$1,732,000 of associated compensation
21 increases associated with this legislation in section 504 of this act.
22 If the bill is not enacted by June 30, 2008, the amount provided in
23 this subsection shall lapse.

24 **Sec. 514.** 2007 c 522 s 516 (uncodified) is amended to read as
25 follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--PROMOTING ACADEMIC**
27 **SUCCESS**

28	General Fund--State Appropriation (FY 2008)	((\$23,820,000))
29		<u>\$12,108,000</u>
30	General Fund--State Appropriation (FY 2009)	((\$25,177,000))
31		<u>\$22,462,000</u>
32	TOTAL APPROPRIATION	((\$48,997,000))
33		<u>\$34,570,000</u>

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

36 (1) ((The)) Except as provided in subsection (4) of this section,
37 the amounts appropriated in this section are provided solely for

1 remediation for students who have not met standard in one or more
2 content areas of the Washington assessment of student learning in the
3 spring of their tenth grade year or on a subsequent retake. The funds
4 may be used for extended learning activities, including summer school,
5 before and after school, Saturday classes, skill seminars, assessment
6 preparation, and in-school or out-of-school tutoring. Extended
7 learning activities may occur on the school campus, via the internet,
8 or at other locations and times that meet student needs. Funds
9 allocated under this section shall not be considered basic education
10 funding. Amounts allocated under this section shall fund new extended
11 learning opportunities, and shall not supplant funding for existing
12 programs and services.

13 (2) School district allocations for promoting academic success
14 programs shall be calculated as follows:

15 (a) Allocations shall be made to districts only for students
16 actually served in a promoting academic success program.

17 (b) A portion of the district's annual student units shall be the
18 number of content area assessments (reading, writing, and mathematics)
19 on which eleventh and twelfth grade students were more than one
20 standard error of measurement from meeting standard on the WASL in
21 their most recent attempt to pass the WASL.

22 (c) The other portion of the district's annual student units shall
23 be the number of content area assessments (reading, writing, and
24 mathematics) on which eleventh and twelfth grade students were less
25 than one standard error of measurement from meeting standard but did
26 not meet standard on the WASL in their most recent attempt to pass the
27 WASL.

28 (d) Districts with at least one but less than 20 student units
29 combining the student units generated from (b) and (c) of this
30 subsection shall be counted as having 20 student units for the purposes
31 of the allocations in (e) and (f)(i) of this subsection.

32 (e) Allocations for certificated instructional staff salaries and
33 benefits shall be determined using formula-generated staff units
34 calculated pursuant to this subsection. Ninety-four hours of
35 certificated instructional staff units are allocated per 13.0 student
36 units as calculated under (a) of this subsection and thirty-four hours
37 of certificated instructional staff units are allocated per 13.0
38 student units as calculated under (b) of this subsection. Allocations

1 for salaries and benefits for the staff units calculated under this
2 subsection shall be calculated in the same manner as provided under
3 section 503 of this act. Salary and benefit increase funding for staff
4 units generated under this section is included in section 504 of this
5 act.

6 (f) The following additional allocations are provided per student
7 unit, as calculated in (a) and (b) of this subsection:

8 (i) \$12.80 in school year 2007-08 and (~~(\$13.07)~~) \$13.26 in school
9 year 2008-09 for maintenance, operations, and transportation;

10 (ii) \$12.29 in school year 2007-08 and (~~(\$12.55)~~) \$12.73 in school
11 year 2008-09 for pre- and post-remediation assessments;

12 (iii) \$17.41 in school year 2007-08 and (~~(\$17.77)~~) \$18.03 in school
13 year 2008-09 per reading remediation student unit;

14 (iv) \$8.19 in school year 2007-08 and (~~(\$8.36)~~) \$8.49 in school
15 year 2008-09 per mathematics remediation student unit; and

16 (v) \$8.19 in school year 2007-08 and (~~(\$8.36)~~) \$8.49 in school year
17 2008-09 per writing remediation student unit.

18 (f) The superintendent of public instruction shall distribute
19 school year allocations according to the monthly apportionment schedule
20 defined in RCW 28A.510.250.

21 (3) By November 15th of each year, the office of the superintendent
22 of public instruction shall report to the appropriate committees of the
23 legislature and to the office of financial management on the use of
24 these funds in the prior school year, including the types of assistance
25 selected by students, the number of students receiving each type of
26 assistance, and the impact on WASL test scores. The office of the
27 superintendent for public instruction shall complete its review and
28 make adjustments to district reporting procedures to ensure consistency
29 of reporting categories and minimize district administrative workload.

30 (4) School districts may carry over from one year to the next up to
31 20 percent of funds allocated under this program(~~(; however,)~~).
32 Carryover funds shall be expended for ((~~promoting academic success~~
33 programs)) extended learning activities as described in subsection (1)
34 of this section. Carryover funds may be expended for students eligible
35 for the promoting academic success program as described in subsection
36 (1) of this section or for ninth and tenth grade students determined to
37 be at risk of not passing one or more content areas of the WASL based
38 on eighth grade assessment scores.

1 related to enhancing teaching skills and knowledge, and mentoring
2 programs to match teachers with skilled, master teachers. The funding
3 shall not be used for salary increases or additional compensation for
4 existing teaching duties, but may be used for extended year and
5 extended day teaching contracts;

6 (e) To provide early assistance for children who need
7 prekindergarten support in order to be successful in school; or

8 (f) To provide improvements or additions to school building
9 facilities which are directly related to the class size reductions and
10 extended learning opportunities under (a) through (c) of this
11 subsection (2).

12 (3) The superintendent of public instruction shall distribute the
13 school year allocation according to the monthly apportionment schedule
14 defined in RCW 28A.510.250.

15 **Sec. 516.** 2007 c 522 s 519 (uncodified) is amended to read as
16 follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION.** (1) Appropriations
18 made in this act to the office of superintendent of public instruction
19 shall initially be allotted as required by this act. Subsequent
20 allotment modifications shall not include transfers of moneys between
21 sections of this act, except as expressly provided in subsection (2) of
22 this section.

23 (2) The appropriations to the office of the superintendent of
24 public instruction in this act shall be expended for the programs and
25 amounts specified in this act. However, after May 1, 2008, unless
26 specifically prohibited by this act and after approval by the director
27 of financial management, the superintendent of public instruction may
28 transfer state general fund appropriations for fiscal year 2008 among
29 the following programs to meet the apportionment schedule for a
30 specified formula in another of these programs: General apportionment;
31 employee compensation adjustments; pupil transportation; special
32 education programs; institutional education programs; transitional
33 bilingual programs; and learning assistance programs.

34 (3) The director of financial management shall notify the

1 appropriate legislative fiscal committees in writing prior to approving
2 any allotment modifications or transfers under this section.

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 2007 c 522 s 601 (uncodified) is amended to read as follows:

The appropriations in sections 603 through 609 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 603 through 609 of this act.

(2)(a) The salary increases provided or referenced in this subsection and described in section 603 and part IX of this act shall be the only allowable salary increases provided at institutions of higher education, excluding increases associated with normally occurring promotions and increases related to faculty and professional staff retention, and excluding increases associated with employees under the jurisdiction of chapter 41.56 RCW.

(b) For employees under the jurisdiction of chapter 41.56 RCW, salary increases will be in accordance with the applicable collective bargaining agreement. However, an increase shall not be provided to any classified employee whose salary is above the approved salary range maximum for the class to which the employee's position is allocated.

(c) Each institution of higher education receiving appropriations for salary increases under sections 604 through 609 of this act may provide additional salary increases from other sources to instructional and research faculty, exempt professional staff, teaching and research assistants, as classified by the office of financial management, and all other nonclassified staff, but not including employees under (~~RCW 28B.16.015~~) chapter 41.80 RCW. Any additional salary increase granted under the authority of this subsection (2)(c) shall not be included in an institution's salary base for future state funding. It is the intent of the legislature that general fund--state support for an institution shall not increase during the current or any future biennium as a result of any salary increases authorized under this subsection (2)(c).

(d) The legislature, the office of financial management, and other state agencies need consistent and accurate personnel data from

1 institutions of higher education for policy planning purposes.
2 Institutions of higher education shall report personnel data to the
3 department of personnel for inclusion in the department's data
4 warehouse. Uniform reporting procedures shall be established by the
5 department of personnel for use by the reporting institutions,
6 including provisions for common job classifications and common
7 definitions of full-time equivalent staff. Annual contract amounts,
8 number of contract months, and funding sources shall be consistently
9 reported for employees under contract.

10 (e) By January 1, 2008, the office of financial management shall
11 work with the institutions of higher education, and with staff from the
12 legislative fiscal committees and the legislative evaluation and
13 accountability program, to identify ways in which the office's
14 "compensation impact model" should be revised or replaced to make the
15 system less costly for institutions to maintain, and more transparent,
16 informative, and useful to the legislature and institutions, while
17 providing information needed to accurately and efficiently negotiate
18 and budget employee compensation changes.

19 (3) The technical colleges may increase tuition and fees in excess
20 of the fiscal growth factor to conform with the percentage increase in
21 community college operating fees.

22 (4) The tuition fees, as defined in chapter 28B.15 RCW, charged to
23 full-time students at the state's institutions of higher education for
24 the 2007-08 and 2008-09 academic years, other than the summer term,
25 shall be adjusted by the governing boards of the state universities,
26 regional universities, The Evergreen State College, and the state board
27 for community and technical colleges. Tuition fees may be increased in
28 excess of the fiscal growth factor under RCW 43.135.055.

29 For the 2007-08 academic year, the governing boards of the research
30 universities may implement an increase no greater than seven percent
31 over tuition fees charged to full-time resident undergraduate students
32 for the 2006-07 academic year. The regional universities and The
33 Evergreen State College may implement an increase no greater than five
34 percent over tuition fees charged to full-time resident undergraduate
35 students for the 2006-07 academic year. The state board for community
36 and technical colleges may implement an increase no greater than an
37 average of two percent over tuition and fees charged to (~~full-time~~)
38 resident students for the 2006-07 academic year. The board may

1 increase tuition and fees differentially according to quarterly credit
2 hour load, provided the overall increase in average tuition revenue per
3 resident student does not exceed 2.0 percent.

4 For the 2008-09 academic year, the governing boards of the research
5 universities may implement an increase no greater than seven percent
6 over tuition fees charged to full-time resident undergraduate students
7 for the 2007-08 academic year. The regional universities and The
8 Evergreen State College may implement an increase no greater than five
9 percent over tuition fees charged to full-time resident undergraduate
10 students for the 2007-08 academic year. The state board for community
11 and technical colleges may implement an increase no greater than an
12 average of two percent over tuition and fees charged to ((full-time))
13 resident students for the 2007-08 academic year. The board may
14 increase tuition and fees differentially according to quarterly credit
15 hour load, provided the overall increase in average tuition revenue per
16 resident student does not exceed 2.0 percent.

17 In addition to the tuition authorization provided under this
18 subsection, amounts appropriated in this budget provide an amount
19 approximately equal to a one percent tuition increase per academic year
20 for the state board for community and technical colleges.

21 (5) For the 2007-09 biennium, the governing boards and the state
22 board may adjust full-time operating fees for factors that may include
23 time of day and day of week, as well as delivery method and campus, to
24 encourage full use of the state's educational facilities and resources.

25 (6) Technical colleges may increase their building fee in excess of
26 the fiscal growth factor until parity is reached with the community
27 colleges.

28 (7) In addition to waivers granted under the authority of RCW
29 28B.15.910, the governing boards and the state board may waive all or
30 a portion of operating fees for any student. State general fund
31 appropriations shall not be provided to replace tuition and fee revenue
32 foregone as a result of waivers granted under this subsection.

33 (8) Pursuant to RCW 43.135.055, institutions of higher education
34 receiving appropriations under sections 603 through 609 of this act are
35 authorized to increase summer term tuition in excess of the fiscal
36 growth factor during the 2007-09 biennium. Tuition levels increased
37 pursuant to this subsection shall not exceed the per credit hour rate

1 calculated from the academic year tuition levels adopted under this
2 act.

3 (9) Pursuant to RCW 43.135.055, community and technical colleges
4 are authorized to increase services and activities fee charges in
5 excess of the fiscal growth factor during the 2007-09 biennium. The
6 services and activities fee charges increased pursuant to this
7 subsection shall not exceed the maximum level authorized by the state
8 board for community and technical colleges.

9 (10) From within the appropriations in sections 603 through 609 of
10 this act, institutions of higher education shall increase compensation
11 for nonrepresented employees in accordance with the following:

12 (a) Across the Board Adjustments.

13 (i) Appropriations are provided for a 3.2 percent salary increase
14 effective September 1, 2007, for all classified employees, except those
15 represented by a collective bargaining unit under chapters 41.80,
16 41.56, and 47.64 RCW, and except the certificated employees of the
17 state schools for the deaf and blind and employees of community and
18 technical colleges covered by the provisions of Initiative Measure No.
19 732. Also included are employees in the Washington management service,
20 and exempt employees under the jurisdiction of the director of
21 personnel.

22 (ii) Appropriations are provided for a 2.0 percent salary increase
23 effective September 1, 2008, for all classified employees, except those
24 represented by a collective bargaining unit under chapters 41.80,
25 41.56, and 47.64 RCW, and except for the certificated employees of the
26 state schools of the deaf and blind and employees of community and
27 technical colleges covered by the provisions of Initiative Measure No.
28 732. Also included are employees in the Washington management service,
29 and exempt employees under the jurisdiction of the director of
30 personnel.

31 (iii) No salary increase may be paid under this subsection to any
32 person whose salary has been Y-rated pursuant to rules adopted by the
33 director of personnel.

34 (b) Salary Survey.

35 For state employees, except those represented by a bargaining unit
36 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
37 implementation of the department of personnel's 2006 salary survey, for

1 job classes more than 25 percent below market rates and affected
2 classes.

3 (c) Classification Consolidation.

4 For state employees, except those represented by a bargaining unit
5 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
6 implementation of the department of personnel's phase 4 job class
7 consolidation and revisions under chapter 41.80 RCW.

8 (d) Agency Request Consolidation.

9 For state employees, except those represented by a bargaining unit
10 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for
11 implementation of the department of personnel's agency request job
12 class consolidation and reclassification plan. This implementation
13 fully satisfies the conditions specified in the settlement agreement of
14 *WPEA v State/Shroll v State*.

15 (e) Additional Pay Step.

16 For state employees, except those represented by a bargaining unit
17 under chapters 41.80, 41.56, and 47.64 RCW, funding is provided for a
18 new pay step L for those who have been in step K for at least one year.

19 (f) Retain Fiscal Year 2007 Pay Increase.

20 For all classified state employees, except those represented by a
21 bargaining unit under chapter 41.80, 41.56, and 47.64 RCW, and except
22 for the certificated employees of the state schools of the deaf and
23 blind and employees of community and technical colleges covered by the
24 provisions of Initiative Measure No. 732, funding is provided for
25 continuation of the 1.6 percent salary increase that was provided
26 during fiscal year 2007. Also included are employees in the Washington
27 management service, and exempt employees under the jurisdiction of the
28 director of personnel.

29 (g) The appropriations are also sufficient for the research and the
30 regional higher education institutions to (i) continue the 1.6 percent
31 salary increase that was provided during fiscal year 2007; and (ii)
32 provide average salary increases of 3.2 percent effective September 1,
33 2007, and of 2.0 percent effective September 1, 2008, for faculty,
34 exempt administrative and professional staff, graduate assistants, and
35 for all other nonclassified employees.

36 **Sec. 602.** 2007 c 522 s 602 (uncodified) is amended to read as
37 follows:

1 (1) The appropriations in sections 603 through 609 of this act
 2 provide state support for full-time equivalent student enrollments at
 3 each institution of higher education. Listed below are the annual
 4 full-time equivalent student enrollments by institutions assumed in
 5 this act.

	2007-08	2008-09
	Annual	Annual
	Average	Average
10 University of Washington		
11 Main campus	33,782	34,197
12 Bothell campus	1,760	1,980
13 Tacoma campus	2,109	2,349
14		
15 Washington State University		
16 Main campus	19,112	19,272
17 Tri-Cities campus	800	865
18 Vancouver campus	1,888	2,113
19		
20 Central Washington University	8,952	9,322
21 Eastern Washington University	8,996	9,184
22 The Evergreen State College	4,165	4,213
23 Western Washington University	12,022	12,175
24 State Board for Community and Technical Colleges	((136,022))	((138,977))
25	<u>136,102</u>	<u>139,620</u>

26 (2) For the state universities, the number of full-time equivalent
 27 student enrollments enumerated in this section for the Bothell, Tacoma,
 28 Tri-Cities, and Vancouver campuses are the minimum levels at which the
 29 universities should seek to enroll students for those campuses. At the
 30 start of an academic year, the governing board of a state university
 31 may transfer full-time equivalent student enrollments among campuses.
 32 Intent notice shall be provided to the office of financial management
 33 and reassignment of funded enrollment is contingent upon satisfying
 34 data needed by the forecast division for tracking and monitoring state-
 35 supported college enrollment.

1 focus on early math and science awareness by 100 student FTEs in fiscal
2 year 2008 and by an additional 150 student FTEs in 2009. The board
3 shall provide data to the office of financial management regarding math
4 and science enrollments, graduations, and employment of college
5 graduates related to state investments in math and science programs.
6 Data may be provided through the centralized higher education
7 enrollment system or through an alternative means agreed to by the
8 institutions and the office of financial management.

9 (4) \$28,761,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$28,761,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely as special funds for training and
12 related support services, including financial aid, as specified in RCW
13 28C.04.390. Funding is provided to support up to 6,200 full-time
14 equivalent students in each fiscal year.

15 (5) \$3,813,000 of the education legacy trust account--state
16 appropriation and \$7,625,000 of the general fund--state appropriation
17 for fiscal year 2009 are for basic skills education enrollments at
18 community and technical colleges. Budgeted enrollment levels shall
19 increase by 625 student FTEs each year.

20 (6) \$3,750,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$7,500,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely to increase salaries and related
23 benefits for part-time faculty. It is intended that part-time faculty
24 salaries will increase relative to full-time faculty salaries after all
25 salary increases are collectively bargained.

26 (7) \$7,350,000 of the education legacy trust account appropriation
27 is to increase enrollment levels in the integrated basic education,
28 skills, and language program (I-BEST) by 250 student FTEs per year.
29 Each student participating on a full-time basis is budgeted and shall
30 be reported as a single FTE for purposes of this expansion.

31 (8) \$375,000 of the general fund--state appropriation for fiscal
32 year 2008 and \$375,000 of the general fund--state appropriation for
33 fiscal year 2009 are provided solely for the transitions math project.
34 This phase of work shall include the establishment of a single math
35 placement test to be used at colleges and universities statewide.

36 (9) \$2,835,000 of the education legacy trust account appropriation
37 is to increase enrollment in apprenticeship training programs by 150
38 student FTEs in each fiscal year.

1 (10) \$4,000,000 of the education legacy trust account--state
2 appropriation is provided solely to expand the number of TRIO eligible
3 students served in the community and technical college system by 1,700
4 students each year. TRIO eligible students include low-income,
5 first-generation, and college students with disabilities. The state
6 board for community and technical colleges shall report annually to the
7 office of financial management and the appropriate policy and fiscal
8 committees of the legislature on the retention and completion rates of
9 students served through this appropriation. Retention rates shall
10 continue to exceed 65 percent for TRIO students and other low-income
11 and first-generation students served through this appropriation.

12 (11)(a) The higher education coordinating board, the office of
13 financial management, and the higher education institutions negotiated
14 a set of performance measures and targets in 2006. By July 31, 2007,
15 the state board for community and technical colleges and the higher
16 education coordinating board shall review and revise these targets
17 based on per-student funding in the 2007-09 appropriations act. In
18 addition, the board shall compile comparable data from peer
19 institutions in the eight global challenge states identified in the
20 Washington Learns study.

21 (b) The targets previously agreed by the state board and the higher
22 education coordinating board are enumerated as follows:

23 (i) Increase the percentage and number of academic students who are
24 eligible to transfer to baccalaureate institutions to 18,700;

25 (ii) Increase the percentage and number of students prepared for
26 work to 23,490; and

27 (iii) Increase the percentage and number of basic skills students
28 who demonstrate substantive skill gain by 22,850.

29 The state board for community and technical colleges shall report
30 their progress and ongoing efforts toward meeting the provisions of
31 this section to the higher education coordinating board prior to
32 November 1, 2009.

33 (12) \$452,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for start-up and planning funds for two
35 applied baccalaureate degree programs at community and technical
36 colleges, of which one degree program must be at a technical college.
37 The applied baccalaureate degrees shall be specifically designed for

1 individuals who hold associate of applied science degrees, or
2 equivalent, in order to maximize application of their technical course
3 credits toward the applied baccalaureate degree.

4 (13) \$2,502,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$5,024,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely for faculty salary increments and
7 associated benefits and may be used in combination with salary and
8 benefit savings from faculty turnover to provide salary increments and
9 associated benefits for faculty who qualify through professional
10 development and training. To the extent general salary increase
11 funding is used to pay faculty increments, the general salary increase
12 shall be reduced by the same amount. The state board shall determine
13 the method of allocating to the community and technical colleges the
14 appropriations granted for academic employee increments, provided that
15 the amount of the appropriation attributable to the proportionate share
16 of the part-time faculty salary base shall only be accessible for
17 part-time faculty.

18 (14) \$50,000 of the general fund--state appropriation for fiscal
19 year 2008 and (~~(\$50,000)~~) \$550,000 of the general fund--state
20 appropriation for fiscal year 2009 are provided solely for higher
21 education student child care matching grants under chapter 28B.135 RCW.

22 (15) (~~(\$2,725,000)~~) \$1,250,000 of the general fund--state
23 appropriation for fiscal year 2008 (~~(and \$2,725,000)~~), \$1,250,000 of
24 the general fund--state appropriation for fiscal year 2009, and
25 \$2,950,000 of the administrative contingency account appropriation are
26 provided solely for administration and customized training contracts
27 through the job skills program. The state board shall make an annual
28 report by January 1st of each year to the governor and to appropriate
29 policy and fiscal committees of the legislature regarding
30 implementation of this section, listing the scope of grant awards, the
31 distribution of funds by educational sector and region of the state,
32 and the results of the partnerships supported by these funds.

33 (16) \$504,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for 80 student FTEs in the existing four
35 applied baccalaureate degree programs at community and technical
36 colleges as authorized in chapter 28B.50 RCW.

37 (17) \$4,000,000 of the general fund--state appropriation for fiscal
38 year 2008(~~(, \$4,000,000 of the general fund state appropriation for~~

1 ~~fiscal year 2009,~~) and (~~(\$15,000,000)~~) \$14,000,000 of the education
2 legacy trust account--state appropriation are provided solely for
3 implementation of Second Substitute House Bill No. 1096 (postsecondary
4 opportunities). The state board shall seek additional private sector
5 involvement and support for the opportunity grants program. If the
6 bill is not enacted by June 30, 2007, the education legacy trust
7 account--state appropriation shall lapse. Remaining amounts in this
8 subsection shall be used for an opportunity grant program to provide
9 grants covering community and technical college tuition and fees for up
10 to 45 credits and books or other materials to be awarded to eligible
11 students. Program participants will earn credentials or certificates
12 in industry-defined occupations with a need for skilled employees.

13 (18) From within the funds appropriated in this section, community
14 and technical colleges shall increase salaries for employees subject to
15 the provisions of Initiative Measure No. 732 by an average of 3.7
16 percent effective July 1, 2007, and by an average of (~~(2.8)~~) 3.9
17 percent effective July 1, 2008.

18 (19) From within the funds appropriated in this section, community
19 and technical colleges shall increase salaries for exempt professional
20 staff by an average of 3.2 percent effective September 1, 2007, and by
21 an average of 2.0 percent effective September 1, 2008.

22 (20) \$3,000,000 of the general fund--state appropriation for fiscal
23 year 2009 is provided solely for competitive grants to labor,
24 management, and college partnerships to develop or expand and evaluate
25 innovative training programs for incumbent hospital workers that lead
26 to careers in nursing and other high-demand health care fields. The
27 board shall report to the appropriate policy and fiscal committees of
28 the legislature by November 1, 2008, on the initial implementation of
29 the program, including components of the program created, the program
30 sites, and program enrollments including student background and early
31 progress. By November 2009, the board shall provide a follow-up report
32 that additionally includes information on student progress and
33 outcomes.

34 (21) \$75,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the gateway center pilot project at
36 Highline community college for coaching and managing student
37 participants in the pilot program. The coach will be responsible for

1 credentials interpretation, evaluating prior learning experience,
2 ensuring licensure guidance, providing academic advising and
3 translation services, and helping establish employer relationships.

4 (22) \$198,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for implementation of Senate Bill No. 6849
6 (resident student classification). If the bill is not enacted by June
7 30, 2008, the amount provided in this subsection shall lapse.

8 (23) \$600,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely for implementation of Senate Bill No. 6804
10 (long-term care worker training grants) at one pilot site. If the bill
11 is not enacted by June 30, 2008, the amount provided in this subsection
12 shall lapse.

13 (24) \$3,000,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided to the state board for community and technical
15 colleges solely for design, development, training, and related expenses
16 associated with a joint labor/management apprenticeship program
17 established under the auspices of an international union, which will
18 include but not be limited to training in composite technology. Of
19 this amount, \$2,150,000 may be used for program development, curriculum
20 development and equipment, training, and related expenses of the
21 apprenticeship program; and \$850,000 may be used to support 130 full
22 time equivalent enrollments at no more than three community and
23 technical colleges, with at least one college being located east of the
24 Cascade mountains. The community and technical colleges shall be
25 selected by the joint labor/management apprenticeship program
26 established under the auspices of an international union in
27 consultation with the state board for community and technical colleges.

28 (25) \$2,000,000 of the general fund--state appropriation for fiscal
29 year 2009 is provided solely for 333 additional building and
30 construction trade full-time equivalent apprenticeships. Three-
31 quarters of the new full time equivalent enrollments will be in
32 existing contracted programs, and the remainder will be in college-
33 based programs.

34 (26) \$50,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the Renton technical college to
36 implement workplace-based instructional programs that will enable low-
37 wage working immigrants to improve their English language and work-
38 related skills.

1 and science programs. Data may be provided through the public
2 centralized higher education enrollment system or through an
3 alternative means agreed to by the institutions and the office of
4 financial management.

5 (3) \$85,000 of the general fund--state appropriation for fiscal
6 year 2008 and \$85,000 of the general fund--state appropriation for
7 fiscal year 2009 are provided solely for operating support of the
8 Washington state academy of sciences, authorized by chapter 70.220 RCW.

9 (4) \$100,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$100,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for operating support of the
12 William D. Ruckelshaus center.

13 (5) \$500,000 of the education legacy trust account--state
14 appropriation is provided solely to expand the number of TRIO eligible
15 students served in the student support services program at the
16 University of Washington by 250 students each year. TRIO students
17 include low-income, first-generation, and college students with
18 disabilities. The student support services program shall report
19 annually to the office of financial management and the appropriate
20 policy and fiscal committees of the legislature on the retention and
21 completion rates of students served through this appropriation.
22 Retention rates shall continue to exceed 85 percent for TRIO students
23 in this program.

24 (6) \$84,000 of the general fund--state appropriation for fiscal
25 year 2008 and \$84,000 of the general fund--state appropriation for
26 fiscal year 2009 are provided solely to establish the state
27 climatologist position.

28 (7) \$25,000 of the general fund--state appropriation for fiscal
29 year 2008 (~~is~~) and \$125,000 of the general fund--state appropriation
30 for fiscal year 2009 are provided solely for the William D. Ruckelshaus
31 center to identify and carry out, or otherwise appropriately support,
32 a process to identify issues that have led to conflict around land use
33 requirements and property rights, and explore practical and effective
34 ways to resolve or reduce that conflict. A report with conclusions and
35 recommendations shall be submitted to the governor and the chairs of
36 the appropriate committees of the legislature by October 31, 2007.
37 Work will continue after the submission of the initial report, to

1 include continuing research and the development of financial and policy
2 options and a progress report on fact-finding efforts and stakeholder
3 positions due December 1, 2008.

4 (8) \$3,830,000 of the education legacy trust account--state
5 appropriation is provided solely to expand health sciences capacity at
6 the University of Washington. Consistent with the medical and dental
7 school extension program appropriations at Washington State University
8 and Eastern Washington University, funding is provided to expand
9 classes at the University of Washington. Medical and dental students
10 shall take the first year of courses for this program at the Riverpoint
11 campus in Spokane and the second year of courses at the University of
12 Washington in Seattle.

13 (9) The higher education coordinating board, the office of
14 financial management, and the higher education institutions negotiated
15 a set of performance measures, checkpoints, and targets in 2006. By
16 July 31, 2007, the university and the board shall review and revise
17 these targets based on per-student funding in the 2007-09
18 appropriations act. In addition, the board shall compile comparable
19 data from peer institutions in the eight global challenge states
20 identified in the Washington Learns study.

21 The checkpoints previously agreed by the board and the University
22 of Washington are enumerated as follows:

23 (a) Increase the combined number of baccalaureate degrees conferred
24 per year at all campuses to 8,850;

25 (b) Increase the combined number of high-demand baccalaureate
26 degrees conferred at all campuses per year to 1,380;

27 (c) Increase the combined number of advanced degrees conferred per
28 year at all campuses to 3,610;

29 (d) Improve the six-year graduation rate for baccalaureate students
30 to 74.7 percent;

31 (e) Improve the three-year graduation rate for students who
32 transfer with an associates degree to 76.0 percent;

33 (f) Improve the freshman retention rate to 93.0 percent;

34 (g) Improve time to degree for baccalaureate students to 92 percent
35 at the Seattle campus and 92.5 percent at the Bothell and Tacoma
36 campuses, measured by the percent of admitted students who graduate
37 within 125 percent of the credits required for a degree; and

1 (h) The institution shall provide a report on Pell grant
2 recipients' performance within each of the measures included in this
3 subsection.

4 The University of Washington shall report its progress and ongoing
5 efforts toward meeting the provisions of this section to the higher
6 education coordinating board prior to November 1, 2009.

7 (10) \$750,000 of the education legacy trust account appropriation
8 is provided solely to increase participation in international learning
9 opportunities, particularly for students with lower incomes who would
10 otherwise not have the chance to study, work, or volunteer outside the
11 United States.

12 (11) \$75,000 of the general fund--state appropriation for fiscal
13 year 2008 and \$75,000 of the general fund--state appropriation for
14 fiscal year 2009 are provided solely for forestry research by the
15 Olympic natural resources center.

16 (12) \$25,000 of the general fund--state appropriation for fiscal
17 year 2008 and \$25,000 of the general fund--state appropriation for
18 fiscal year 2009 are provided solely for coastal marine research by the
19 Olympic natural resources center.

20 (13) \$95,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$30,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for increased education, training,
23 and support services for the families of children with autism, and for
24 the production and distribution of digital video discs in both English
25 and Spanish about strategies for working with people with autism.

26 (14) \$2,900,000 of the general fund--state appropriation for fiscal
27 year 2008 and \$3,400,000 of the general fund--state appropriation for
28 fiscal year 2009 are provided solely for operating support for the
29 department of global health.

30 (15) In an effort to introduce students to and inform students of
31 post-secondary opportunities in Washington state, by October 1st of
32 each year the university shall report to the higher education
33 coordinating board progress towards developing and implementing
34 outreach programs designed to increase awareness of higher education to
35 K-12 populations.

36 (16) \$150,000 of the general fund--state appropriation for fiscal
37 year 2008 is provided solely for the rural technology initiative
38 (initiative) at the University of Washington and the transportation

1 research group (group) at the Washington State University to conduct an
2 economic analysis of the costs to safely provide log hauling services.
3 The initiative will be the lead investigator and administer the
4 project. Neither the University of Washington nor the Washington State
5 University may make a deduction for administrative costs. The project
6 shall rely upon the Washington state patrol for determination of basic
7 safe characteristics, consistent with applicable state and federal law.
8 The analysis shall include:

9 (a) An estimate of log haulers' cost to operate and maintain a
10 basic and safe log truck without operator including:

11 (i) Variable costs such as fuel, etc;

12 (ii) Quasi-variable costs such as:

13 (A) Tires, brakes, wrappers, and other safety related equipment;

14 (B) Vehicle insurance, taxes, fees, etc;

15 (C) Maintenance costs such as oil, lubrication, and minor repairs;

16 and

17 (D) Depreciation and replacement costs;

18 (b) The source of these cost estimates where possible should be
19 independent vendors of equipment and services or already existing
20 studies;

21 (c) A calculation of costs for safe operation expressed as per
22 mile, hour or load volume including consideration for regional
23 differences as well as off-road vs. on-road;

24 (d) An evaluation of comparable trucking services; and

25 (e) A review of log truck safety statistics in Washington state.

26 In conducting the analysis, the initiative shall consult with the
27 northwest log truckers cooperative, the Washington trucking
28 association, the Washington contract loggers association, the
29 Washington farm forestry association, and the Washington forest
30 protection association. By June 30, 2008, the initiative shall provide
31 a report of its findings to the legislature and governor and distribute
32 the findings to interested industry groups.

33 (17) \$500,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$500,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely to the Burke museum to support
36 science and social science educational programs including public
37 outreach programs, new educational programs and resources, web-based

1 interactive learning experiences, teacher training, and traveling
2 educational opportunities.

3 (18) \$150,000 of the general fund--state appropriation for fiscal
4 year 2008 and \$150,000 of the general fund--state appropriation for
5 fiscal year 2009 are provided solely to the institute for learning and
6 brain sciences.

7 (19) \$30,000 of the general fund--state appropriation for fiscal
8 year 2008 and \$30,000 of the general fund--state appropriation for
9 fiscal year 2009 are provided solely for the University of Washington
10 to gather data and conduct research associated with preparing the
11 basin-wide assessment and to solicit nominations for review and
12 submittal to the Washington academy of sciences for the creation of the
13 Puget Sound science panel pursuant to Engrossed Second Substitute
14 Senate Bill No. 5372 (Puget Sound partnership).

15 (20)(a) \$500,000 of the general fund--state appropriation for
16 fiscal year 2008 is provided solely for the University of Washington
17 school of law loan repayment assistance program endowment fund. The
18 University of Washington shall conduct fund-raising activities to
19 increase private sector support of the endowment program and \$250,000
20 of the appropriation in this subsection is contingent on a private
21 sector match. Funds in the law school repayment assistance program
22 endowment fund shall be used to provide graduates who pursue careers in
23 public interest legal positions with payment assistance toward their
24 student loan debt.

25 (b) The University of Washington law school shall report to the
26 legislature by December 1, 2010, information about the loan repayment
27 assistance program. The report shall contain at least the following
28 information:

29 (i) A financial summary of the endowment program;

30 (ii) The number of individuals receiving assistance from the
31 program and information related to the positions in which these
32 individuals are working;

33 (iii) Any available information regarding the effect of the loan
34 repayment assistance program on student recruitment and enrollment; and

35 (iv) Other information the school of law deems relevant to the
36 evaluation of the program.

37 (c) In its rules for administering the program, the school of law
38 must make provision for cases of hardship or exceptional circumstances,

1 as defined by the school of law. Examples of such circumstances
2 include, but are not limited to, family leave, medical leave, illness
3 or disability, and loss of employment.

4 (d) The loan repayment assistance program must be available to
5 otherwise eligible graduates of the law school who work in positions
6 with nonprofit organizations or government agencies. Such positions
7 must be located within Washington state. Government agencies shall
8 include the various branches of the military.

9 (21) \$54,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$54,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the University of Washington
12 geriatric education center to develop a voluntary adult family home
13 certification program. In addition to the minimum qualifications
14 required under RCW 70.128.120, individuals participating in the
15 voluntary adult family home certification program shall complete fifty-
16 two hours of class requirements as established by the University of
17 Washington geriatric education center. Individuals completing the
18 requirements of RCW 70.128.120 and the voluntary adult family home
19 certification program shall be issued a certified adult family home
20 license by the department of social and health services. The
21 department of social and health services shall adopt rules implementing
22 the provisions of this subsection.

23 (22) \$88,000 of the general fund--state appropriation for fiscal
24 year 2009 is provided solely for the university to increase mental
25 health professional staff by one full-time equivalent employee.

26 (23) \$408,000 of the general fund--state appropriation for fiscal
27 year 2009 is provided solely for implementation of Senate Bill No. 5367
28 (international trade fellowships). If the bill is not enacted by June
29 30, 2008, the amount provided in this subsection shall lapse.

30 (24) \$340,000 of the general fund--state appropriation for fiscal
31 year 2009 is provided solely for implementation of Senate Bill No. 6849
32 (resident student classification). If the bill is not enacted by June
33 30, 2008, the amount provided in this subsection shall lapse.

34 (25) \$65,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the additional responsibilities
36 assigned to the office of the state climatologist by Senate Bill No.
37 6308 (climate change research). If the bill is not enacted by June 30,
38 2008, the amount provided in this subsection shall lapse.

1 (2) \$3,525,000 of the education legacy trust account--state
2 appropriation is to expand math and science enrollments by 65 student
3 FTEs in fiscal year 2008, and by an additional 90 FTE students in
4 fiscal year 2009, of which 15 FTEs in each fiscal year are expected to
5 be graduate enrollments. The programs expanded shall include
6 mathematics, engineering, and the physical sciences. Fifty student
7 FTEs in each year will be shifted from general enrollments to high-
8 demand, high-cost fields, and thus do not affect the enrollment levels
9 listed in section 602 of this act. The university shall provide data
10 to the office of financial management regarding math and science
11 enrollments, graduations, and the employment of college graduates
12 related to state investments in math and science programs. Data may be
13 provided through the public centralized higher education enrollment
14 system or through an alternative means agreed to by the institutions
15 and the office of financial management.

16 (3) \$2,356,000 of the education legacy trust account appropriation
17 is to expand bachelors-level, masters-level, and PhD enrollment at the
18 Tri-Cities and Spokane campuses by 45 FTE students in fiscal year 2008,
19 and by an additional 40 FTEs in fiscal year 2009.

20 (4) \$2,000,000 of the general fund--state appropriation for fiscal
21 year 2008 and \$2,000,000 of the general fund--state appropriation for
22 fiscal year 2009 are provided solely for research and commercialization
23 in bio-products and bio-fuels. Of this amount, \$2,000,000 shall be
24 targeted at the development of new crops to be used in the bio-products
25 facility at WSU-Tri-Cities. The remainder shall be used for research
26 into new bio-products created from agricultural waste to be conducted
27 in the Tri-Cities in a joint program between Washington State
28 University and Pacific Northwest national laboratories.

29 (5) \$500,000 of the education legacy trust account--state
30 appropriation is provided solely to expand the number of TRIO eligible
31 students served in the student support services program at Washington
32 State University by 250 students each year. TRIO students include
33 low-income, first-generation, and college students with disabilities.
34 The student support services program shall report annually to the
35 office of financial management and the appropriate policy and fiscal
36 committees of the legislature on the retention and completion rates of
37 students served through this appropriation. Retention rates shall
38 continue to exceed 85 percent for TRIO students in this program.

1 (6) \$1,500,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,500,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely to promote the development of the
4 Spokane-based applied sciences laboratory into a strong,
5 self-sustaining research organization. The state funds shall be used
6 to recruit and retain at least three senior research scientists; to
7 employ business development and administrative personnel; and to
8 establish and equip facilities for computational modeling and for
9 materials and optical characterization.

10 (7) \$85,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$85,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for operating support of the
13 Washington state academy of sciences, under chapter 70.220 RCW.

14 (8) \$100,000 of the general fund--state appropriation for fiscal
15 year 2008 and \$100,000 of the general fund--state appropriation for
16 fiscal year 2009 are provided solely for operating support of the
17 William D. Ruckelshaus center.

18 (9) \$25,000 of the general fund--state appropriation for fiscal
19 year 2008 (~~is~~) and \$175,000 of the general fund--state appropriation
20 for fiscal year 2009 are provided solely for the William D. Ruckelshaus
21 center to identify and carry out, or otherwise appropriately support,
22 a process to identify issues that have led to conflict around land use
23 requirements and property rights, and explore practical and effective
24 ways to resolve or reduce that conflict. A report with conclusions and
25 recommendations shall be submitted to the governor and the chairs of
26 the appropriate committees of the legislature by October 31, 2007.
27 Work will continue after the submission of the initial report, to
28 include continuing research and the development of financial and policy
29 options and a progress report on fact-finding efforts and stakeholder
30 positions due December 1, 2008.

31 (10) \$6,360,000 of the education legacy trust account--state
32 appropriation is provided solely to expand health sciences offerings in
33 Spokane. The university shall enroll 20 student FTEs in fiscal year
34 2009 in a University of Washington medical school extension program at
35 the Riverpoint campus of WSU in Spokane. Students shall take the first
36 year of courses for this program at the Riverpoint campus in Spokane,
37 and shall do their clinical rotations and other upper level training in
38 the inland northwest.

1 (11) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2008 and \$1,000,000 of the general fund--state appropriation for
3 fiscal year 2009 are provided solely for start-up and ongoing operation
4 of the Vancouver campus-based electrical engineering program.

5 (12) The higher education coordinating board, the office of
6 financial management, and the higher education institutions negotiated
7 a set of performance measures, checkpoints, and targets in 2006. By
8 July 31, 2007, the university and the board shall review and revise
9 these targets based on per-student funding in the 2007-09
10 appropriations act. In addition, the board shall compile comparable
11 data from peer institutions in the eight global challenge states
12 identified in the Washington Learns study.

13 The checkpoints previously agreed by the board and the Washington
14 State University are enumerated as follows:

15 (a) Increase the combined number of baccalaureate degrees conferred
16 per year at all campuses to 4,170;

17 (b) Increase the combined number of high-demand baccalaureate
18 degrees conferred at all campuses per year to 630;

19 (c) Increase the combined number of advanced degrees conferred per
20 year at all campuses to 1,090;

21 (d) Improve the six-year graduation rate for baccalaureate students
22 to 63.2 percent;

23 (e) Improve the three-year graduation rate for students who
24 transfer with an associates degree to 65.4 percent;

25 (f) Improve the freshman retention rate to 84.8 percent;

26 (g) Improve time to degree for baccalaureate students to 92
27 percent, measured by the percent of admitted students who graduate
28 within 125 percent of the credits required for a degree; and

29 (h) The institution shall provide a report on Pell grant
30 recipients' performance within each of the measures included in this
31 section.

32 The Washington State University shall report its progress and
33 ongoing efforts toward meeting the provisions of this section to the
34 higher education coordinating board prior to November 1, 2009.

35 (13) In an effort to introduce students to and inform students of
36 post-secondary opportunities in Washington state, by October 1st of
37 each year the university shall report to the higher education

1 coordinating board progress towards developing and implementing
2 outreach programs designed to increase awareness of higher education to
3 K-12 populations.

4 (14) \$3,000,000 of the general fund--state appropriation for fiscal
5 year 2008 and \$3,000,000 of the general fund--state appropriation for
6 fiscal year 2009 are provided solely to support the unified agriculture
7 initiative at Washington State University. Funds are provided for
8 competitive agriculture grant funds, of which \$400,000 is provided for
9 biological intensive and organic agriculture grants; for operating and
10 program support for the university's research and extension centers, of
11 which \$735,000 is for maintenance and operations support for the Mount
12 Vernon research facility; and for positions to fill research gaps in
13 the development of value-added agricultural products and economically
14 and environmentally sustainable food production.

15 (15) \$75,000 of the general fund--state appropriation for fiscal
16 year 2008 and \$75,000 of the general fund--state appropriation for
17 fiscal year 2009 are provided solely for support of basic operations
18 and research at the university's grizzly bear study center.

19 (16) \$75,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$75,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the energy development center
22 to establish certification standards and to process applications for
23 renewable energy cost recovery incentives, as provided in chapters 300
24 and 301, Laws of 2005.

25 (17) \$30,000 of the general fund--state appropriation for fiscal
26 year 2008 and \$30,000 of the general fund--state appropriation for
27 fiscal year 2009 are provided solely for Washington State University to
28 gather data and conduct research associated with preparing the basin-
29 wide assessment and to solicit nominations for review and submittal to
30 the Washington academy of sciences for the creation of the Puget Sound
31 science panel pursuant to Engrossed Second Substitute Senate Bill No.
32 5372 (Puget Sound partnership).

33 (18) \$77,000 of the general fund--state appropriation for fiscal
34 year 2009 is provided solely for the university to increase mental
35 health professional staff by one full-time equivalent employee.

36 (19) \$160,000 of the general fund--state appropriation for fiscal
37 year 2009 is provided solely for administrative resources and personnel

1 necessary for the implementation of Senate Bill No. 6737 (WSU
2 collective bargaining). If the bill is not enacted by June 30, 2008,
3 the amount provided in this subsection shall lapse.

4 (20) \$159,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for implementation of Senate Bill No. 6849
6 (resident student classification). If the bill is not enacted by June
7 30, 2008, the amount provided in this subsection shall lapse.

8 (21) \$1,000,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely for implementation of Senate Bill No. 6775
10 (digital literacy). If the bill is not enacted by June 30, 2008, the
11 amount provided in this subsection shall lapse.

12 (22) \$200,000 of the general fund--state appropriation for fiscal
13 year 2009 is provided solely to implement a teacher preparation program
14 at Washington State University-Vancouver that will prepare currently-
15 licensed teachers to more effectively educate K-12 students who are
16 deaf or hearing-impaired. The program will use a variety of distance
17 learning instructional methods and delivery formats in order to reach
18 teachers throughout the state.

19 (23) \$50,000 of the general fund--state appropriation for fiscal
20 year 2009 is provided solely to expand services at the Renton small
21 business development center.

22 (24) \$10,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$40,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for the William D. Ruckelshaus
25 center for implementation of section 5 of Substitute Senate Bill No.
26 6734 (nurse staffing). If section 5 of the bill is not enacted by June
27 30, 2008, the amount provided in this subsection shall lapse.

28 **Sec. 606.** 2007 c 522 s 606 (uncodified) is amended to read as
29 follows:

30 **FOR EASTERN WASHINGTON UNIVERSITY**

31	General Fund--State Appropriation (FY 2008)	((\$48,907,000))
32		<u>\$48,911,000</u>
33	General Fund--State Appropriation (FY 2009)	((\$50,736,000))
34		<u>\$51,047,000</u>
35	Education Legacy Trust Account--State	
36	Appropriation	\$14,753,000
37	Pension Funding Stabilization Account	

1	Appropriation	\$4,758,000
2	TOTAL APPROPRIATION	((\$119,154,000))
3		<u>\$119,469,000</u>

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

6 (1) \$930,000 of the education legacy trust account--state
7 appropriation is to expand general enrollments by 130 student FTEs in
8 fiscal year 2009. Of these, 30 FTEs in 2009 are expected to be
9 graduate student FTEs.

10 (2) \$1,170,000 of the education legacy trust account--state
11 appropriation is to expand high-demand undergraduate enrollments by 50
12 student FTEs in each fiscal year. The programs expanded shall include,
13 but are not limited to, mathematics, engineering, and health sciences.
14 The university shall provide data to the office of financial management
15 that is required to track changes in enrollments, graduations, and the
16 employment of college graduates related to state investments in
17 high-demand enrollment programs. Data may be provided through the
18 public centralized higher education enrollment system or through an
19 alternative means agreed to by the institutions and the office of
20 financial management.

21 (3) \$500,000 of the education legacy trust account--state
22 appropriation is provided solely to expand the number of TRIO eligible
23 students served in the student support services program at Eastern
24 Washington University by 250 students each year. TRIO students include
25 low-income, first-generation, and college students with disabilities.
26 The student support services program shall report annually to the
27 office of financial management and the appropriate policy and fiscal
28 committees of the legislature on the retention and completion rates of
29 students served through this appropriation. Retention rates shall
30 continue to exceed 85 percent for TRIO students in this program.

31 (4) \$1,021,000 of the education legacy trust account--state
32 appropriation is provided solely for the RIDE program. The program
33 shall enroll eight student FTEs in the University of Washington school
34 of dentistry in fiscal year 2009. Students shall take the first year
35 of courses for this program at the Riverpoint campus in Spokane, and
36 their second and third years at the University of Washington school of
37 dentistry.

1 (5) The higher education coordinating board, the office of
2 financial management, and the higher education institutions negotiated
3 a set of performance measures, checkpoints, and targets in 2006. By
4 July 31, 2007, the university and the board shall review and revise
5 these targets based on per-student funding in the 2007-09
6 appropriations act. In addition, the board shall compile comparable
7 data from peer institutions in the eight global challenge states
8 identified in the Washington Learns study.

9 The checkpoints previously agreed by the board and the Eastern
10 Washington University are enumerated as follows:

11 (a) Increase the number of baccalaureate degrees conferred per year
12 to 2035;

13 (b) Increase the number of high-demand baccalaureate degrees
14 conferred per year to 405;

15 (c) Increase the number of advanced degrees conferred per year at
16 all campuses to 550;

17 (d) Improve the six-year graduation rate for baccalaureate students
18 to 50.0 percent;

19 (e) Improve the three-year graduation rate for students who
20 transfer with an associates degree to 61.0 percent;

21 (f) Improve the freshman retention rate to 76.0 percent;

22 (g) Improve time to degree for baccalaureate students to 81.0
23 percent, measured by the percent of admitted students who graduate
24 within 125 percent of the credits required for a degree; and

25 (h) The institution shall provide a report on Pell grant
26 recipients' performance within each of the measures included in this
27 section.

28 Eastern Washington University shall report its progress and ongoing
29 efforts toward meeting the provisions of this section to the higher
30 education coordinating board prior to November 1, 2009.

31 (6) In an effort to introduce students to and inform students of
32 post-secondary opportunities in Washington state, by October 1st of
33 each year the university shall report to the higher education
34 coordinating board progress towards developing and implementing
35 outreach programs designed to increase awareness of higher education to
36 K-12 populations.

37 (7) \$85,000 of the general fund--state appropriation for fiscal

1 year 2009 is provided solely for the university to increase mental
2 health professional staff by one full-time equivalent employee.

3 (8) \$62,000 of the general fund--state appropriation for fiscal
4 year 2009 is provided solely for the institute for public policy and
5 economic analysis to conduct an assessment of the likely medical,
6 health care delivery, and economic consequences of the proposed sale of
7 a major eastern Washington health care delivery system.

8 (9) \$165,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely for the northwest autism center to
10 increase child diagnostic services and teacher training services.

11 **Sec. 607.** 2007 c 522 s 607 (uncodified) is amended to read as
12 follows:

13 **FOR CENTRAL WASHINGTON UNIVERSITY**

14	General Fund--State Appropriation (FY 2008)	((\$47,326,000))
15		<u>\$47,691,000</u>
16	General Fund--State Appropriation (FY 2009)	((\$49,539,000))
17		<u>\$50,289,000</u>
18	Education Legacy Trust Account--State	
19	Appropriation	\$16,219,000
20	Pension Funding Stabilization Account	
21	Appropriation	\$4,330,000
22	TOTAL APPROPRIATION	((\$117,414,000))
23		<u>\$118,529,000</u>

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

26 (1) \$2,474,000 of the education legacy trust account--state
27 appropriation is to increase general enrollments by 70 FTE students in
28 fiscal year 2008 and by an additional 211 FTE enrollments in fiscal
29 year 2009. At least 30 of the additional fiscal year 2009 enrollments
30 are expected to be graduate students.

31 (2) \$1,816,000 of the education legacy trust account--state
32 appropriation for fiscal year 2008 is to increase math and science
33 enrollments by 105 FTE students in fiscal year 2008 and by an
34 additional 89 FTE students in fiscal year 2009. The university shall
35 provide data to the office of financial management regarding math and
36 science enrollments, graduations, and employment of college graduates
37 related to state investments in math and science enrollment programs.

1 Data may be provided through the centralized higher education
2 enrollment system or through an alternative means agreed to by the
3 institutions and the office of financial management.

4 (3) \$1,801,000 of the education legacy trust account--state
5 appropriation is to increase high-demand undergraduate enrollments by
6 85 student FTEs in fiscal year 2008 and by an additional 70 FTE
7 students in fiscal year 2009. The programs expanded shall include, but
8 are not limited to, bilingual education and information technology.
9 The university shall provide data to the office of financial management
10 that is required to track changes in enrollments, graduations, and the
11 employment of college graduates related to state investments in high-
12 demand enrollment programs. Data may be provided through the public
13 centralized higher education enrollment system or through an
14 alternative means agreed to by the institutions and the office of
15 financial management.

16 (4) \$500,000 of the education legacy trust account--state
17 appropriation is provided solely to expand the number of TRIO eligible
18 students served in the student support services program at Central
19 Washington University by 250 students each year. TRIO students include
20 low-income, first-generation, and college students with disabilities.
21 The student support services program shall report annually to the
22 office of financial management and the appropriate policy and fiscal
23 committees of the legislature on the retention and completion rates of
24 students served through this appropriation. Retention rates shall
25 continue to exceed 85 percent for TRIO students in this program.

26 (5) The higher education coordinating board, the office of
27 financial management, and the higher education institutions negotiated
28 a set of performance measures, checkpoints, and targets in 2006. By
29 July 31, 2007, the university and the board shall review and revise
30 these targets based on per-student funding in the 2007-09
31 appropriations act. In addition, the board shall compile comparable
32 data from peer institutions in the eight global challenge states
33 identified in the Washington Learns study.

34 The checkpoints previously agreed by the board and the Central
35 Washington University are enumerated as follows:

36 (a) Increase the number of baccalaureate degrees conferred per year
37 to 2,050;

1 (b) Increase the number of high-demand baccalaureate degrees
2 conferred per year to 49;

3 (c) Increase the number of advanced degrees conferred per year at
4 all campuses to 196;

5 (d) Improve the six-year graduation rate for baccalaureate students
6 to 51.1 percent;

7 (e) Improve the three-year graduation rate for students who
8 transfer with an associates degree to 72.3 percent;

9 (f) Improve the freshman retention rate to 78.2 percent;

10 (g) Improve time to degree for baccalaureate students to 86.6
11 percent, measured by the percent of admitted students who graduate
12 within 125 percent of the credits required for a degree; and

13 (h) The institution shall provide a report on Pell grant
14 recipients' performance within each of the measures included in this
15 section.

16 Central Washington University shall report its progress and ongoing
17 efforts toward meeting the provisions of this section to the higher
18 education coordinating board prior to November 1, 2009.

19 (6) \$500,000 of the education legacy trust account appropriation is
20 provided solely to implement Engrossed Substitute House Bill No. 1497
21 (Central Washington University operating fee waivers). If the bill is
22 not enacted by June 30, 2007, this appropriation shall lapse.

23 (7) In an effort to introduce students to and inform students of
24 post-secondary opportunities in Washington state, by October 1st of
25 each year the university shall report to the higher education
26 coordinating board progress towards developing and implementing
27 outreach programs designed to increase awareness of higher education to
28 K-12 populations.

29 (8) \$80,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for the university to increase mental
31 health professional staff by one full-time equivalent employee.

32 (9) \$11,000 of the general fund--state appropriation for fiscal
33 year 2009 is provided solely to implement the 2.0 percent fiscal year
34 2009 cost-of-living adjustment effective July 1, 2008, rather than
35 September 1, 2008, for employees represented by the public school
36 employees of Washington collective bargaining unit. If a collective
37 bargaining agreement is not reached by June 30, 2009, the amount
38 provided in this subsection shall lapse.

1 July 31, 2007, the college and the board shall review and revise these
2 targets based on per-student funding in the 2007-09 appropriations act.
3 In addition, the board shall compile comparable data from peer
4 institutions in the eight global challenge states identified in the
5 Washington Learns study.

6 The checkpoints previously agreed by the board and The Evergreen
7 State College are enumerated as follows:

8 (a) Increase the number of baccalaureate degrees conferred per year
9 to 1182;

10 (b) Increase the number of advanced degrees conferred per year at
11 all campuses to 92;

12 (c) Improve the six-year graduation rate for baccalaureate students
13 to 57.0 percent;

14 (d) Improve the three-year graduation rate for students who
15 transfer with an associates degree to 72.8 percent;

16 (e) Improve the freshman retention rate to 73.9 percent;

17 (f) Improve time to degree for baccalaureate students to 97.0
18 percent, measured by the percent of admitted students who graduate
19 within 125 percent of the credits required for a degree; and

20 (g) The institution shall provide a report on Pell grant
21 recipients' performance within each of the measures included in this
22 section.

23 The Evergreen State College shall report its progress and ongoing
24 efforts toward meeting the provisions of this section to the higher
25 education coordinating board prior to November 1, 2009.

26 (6) In an effort to introduce students to and inform students of
27 post-secondary opportunities in Washington state, by October 1st of
28 each year the university shall report to the higher education
29 coordinating board progress towards developing and implementing
30 outreach programs designed to increase awareness of higher education to
31 K-12 populations.

32 (7) \$435,000 of the general fund--state appropriation for fiscal
33 year 2008 is provided solely for the Washington state institute for
34 public policy (WSIPP) to assist the joint task force on basic education
35 finance created pursuant to Engrossed Second Substitute Senate Bill No.
36 5627 (requiring a review and development of basic education funding).
37 The institute shall assist the joint task force in a review of the
38 definition of basic education and the development of options for a new

1 funding structure for K-12 public schools. (~~If the bill is not~~
2 ~~enacted by June 30, 2007, the amount provided in this subsection shall~~
3 ~~lapse.~~) The joint task force on basic education finance as created in
4 chapter 399, Laws of 2007 shall consider the ruling of the King County
5 Superior Court in the matter of *Federal Way School District v. The*
6 *State of Washington* in developing recommendations for a new basic
7 education school finance formula. The recommendations should include
8 proposals that directly address the issue of equity in salary
9 allocations in the new school finance formula.

10 (8) \$180,000 of the general fund--state appropriation for fiscal
11 year 2008 and \$180,000 of the general fund--state appropriation for
12 fiscal year 2009 are provided solely for the Washington state institute
13 for public policy to study the program effectiveness and cost-benefit
14 of state-funded programs that meet the criteria of evidence-based
15 programs and practices, and emerging best practice/promising practice,
16 as defined in RCW 71.24.025 (12) and (13) for adult offenders in the
17 department of corrections, and juvenile offenders under state and local
18 juvenile authority.

19 (9) \$75,000 of the general fund--state appropriation for fiscal
20 year 2008 and \$75,000 of the general fund--state appropriation for
21 fiscal year 2009 are provided solely for the Washington state institute
22 for public policy to evaluate the effectiveness of current methods for
23 screening and treating depression in women who receive temporary
24 assistance for needy families (TANF), and to make recommendations for
25 their improvement.

26 (10) \$133,000 of the general fund--state appropriation for fiscal
27 year 2008 is provided solely to implement Substitute House Bill No.
28 1472 (child welfare). If the bill is not enacted by June 30, 2007, the
29 amount provided in this subsection shall lapse.

30 (11) Notwithstanding other provisions in this section, the
31 Washington state institute for public policy may adjust due dates for
32 projects included on the institute's 2007-09 workplan as necessary to
33 efficiently manage workload.

34 (12) \$85,000 of the general fund--state appropriation for fiscal
35 year 2009 is provided solely for the college to increase mental health
36 professional staff by one full-time equivalent employee.

37 (13) \$45,000 of the general fund--state appropriation for fiscal
38 year 2009 is provided solely for the Washington state institute for

1 public policy (WSIPP) to implement Senate Bill No. 6732 (construction
2 industry). If the bill is not enacted by June 30, 2008, the amount
3 provided in this subsection shall lapse.

4 (14) \$10,000 of the general fund--state appropriation for fiscal
5 year 2009 is provided solely for implementation of Senate Bill No. 6849
6 (resident student classification). If the bill is not enacted by June
7 30, 2008, the amount provided in this subsection shall lapse.

8 (15) \$23,000 of the general fund--state appropriation for fiscal
9 year 2009 is provided solely to implement the evaluation required by
10 Senate Bill No. 6665 (crisis response programs). If the bill is not
11 enacted by June 30, 2009, the amount provided in this subsection shall
12 lapse.

13 (16) \$100,000 of the general fund--state appropriation for fiscal
14 year 2009 is provided solely for the Washington state institute for
15 public policy to conduct a review of research on service and support
16 programs for children and adults with developmental disabilities,
17 excluding special education, and an economic analysis of net program
18 costs and benefits. The institute shall submit a preliminary report of
19 findings by January 1, 2009, and a final report by June 30, 2009.

20 (17) \$50,000 of the general fund--state appropriation for fiscal
21 year 2009 is provided solely for the Washington state institute for
22 public policy to examine data gathered through the address verification
23 activities funded in section 217(10) of this act and through interviews
24 with selected law enforcement jurisdictions who receive the funding to
25 assess the prevalence of sex offenders who register as homeless as a
26 means to avoid disclosing their residence. The institute shall report
27 its findings and estimates to appropriate policy committees of the
28 legislature by December 1, 2008.

29 (18) \$55,000 of the general fund--state appropriation for fiscal
30 year 2009 is provided solely for the Washington state institute for
31 public policy to analyze local practices regarding RCW 28A.225.020,
32 28A.225.025, and 28A.225.030.

33 (a) The institute shall: (i) Sample school districts' and superior
34 courts' expenditures in fiscal years 2005, 2006, 2007, and 2008 used to
35 comply with RCW 28A.225.020, 28A.225.025, and 28A.225.030; (ii)
36 evaluate evidence-based, research-based, promising, and consensus-based
37 truancy intervention and prevention programs and report on local
38 practices that could be designated as such; (iii) survey school

1 district truancy petition and intervention programs and services
2 currently available and report on any gaps in accessing services; (iv)
3 survey the districts' definitions of "absence" and "unexcused absence";
4 (v) survey the courts' frequency of use of contempt proceedings and
5 barriers to the use of proceedings; and (vi) analyze the academic
6 impact of RCW 28A.225.030 by sampling school districts' student
7 academic records to ascertain the students' post-petition attendance
8 rate, grade progression, and high school graduation for students where
9 the school district filed a truancy petition in superior court.

10 (b) In conducting its analysis, the institute may consult with
11 employees and access data systems of the office of the superintendent
12 of public instruction and any educational service district or school
13 district and the administrative office of the courts, each of which
14 shall provide the institute with access to necessary data and
15 administrative systems.

16 **Sec. 609.** 2007 c 522 s 609 (uncodified) is amended to read as
17 follows:

18 **FOR WESTERN WASHINGTON UNIVERSITY**

19	General Fund--State Appropriation (FY 2008)	((\$66,716,000))
20		<u>\$66,774,000</u>
21	General Fund--State Appropriation (FY 2009)	((\$69,917,000))
22		<u>\$70,197,000</u>
23	Education Legacy Trust Account--State	
24	Appropriation	\$11,845,000
25	TOTAL APPROPRIATION	((\$148,478,000))
26		<u>\$148,816,000</u>

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

29 (1) \$281,000 of the education legacy trust account--state
30 appropriation is to expand math and science enrollments by 8 student
31 FTEs in fiscal year 2008 and by an additional 8 student FTEs in fiscal
32 year 2009. Programs expanded include cell and molecular biology. The
33 university shall provide data to the office of financial management
34 regarding math and science enrollments, graduations, and the employment
35 of college graduates related to state investments in math and science
36 enrollment programs. Data may be provided through the public

1 centralized higher education enrollment system or through an
2 alternative means agreed to by the institutions and the office of
3 financial management.

4 (2) \$4,013,000 of the education legacy trust account--state
5 appropriation is to expand general enrollments by 235 student FTEs in
6 fiscal year 2008 and by an additional 130 student FTEs in fiscal year
7 2009. Of these, 24 FTEs in each fiscal year are expected to be
8 graduate student FTEs.

9 (3) \$920,000 of the education legacy trust account--state
10 appropriation is to expand high demand enrollments by 50 FTE students
11 in fiscal year 2008 and by an additional 15 FTE students in fiscal year
12 2009. Programs expanded include early childhood education and teaching
13 English as a second language. The university shall provide data to the
14 office of financial management regarding high-demand enrollments,
15 graduations, and employment of college graduates related to state
16 investments in high demand enrollment programs. Data may be provided
17 through the centralized higher education enrollment system or through
18 an alternative means agreed to by the institutions and the office of
19 financial management.

20 (4) \$500,000 of the education legacy trust account--state
21 appropriation is provided solely to expand the number of low-income and
22 first-generation students served in the student outreach services
23 program at Western Washington University by 500 students over the
24 biennium. The student outreach services program shall report annually
25 to the office of financial management and the appropriate policy and
26 fiscal committees of the legislature on the retention and completion
27 rates of students served through this appropriation. Retention rates
28 shall continue to exceed 80 percent for students served in this
29 program, with a goal of reaching a retention rate in excess of 85
30 percent.

31 (5) The higher education coordinating board, the office of
32 financial management, and the higher education institutions negotiated
33 a set of performance measures, checkpoints, and targets in 2006. By
34 July 31, 2007, the university and the board shall review and revise
35 these targets based on per-student funding in the 2007-09
36 appropriations act. In addition, the board shall compile comparable
37 data from peer institutions in the eight global challenge states
38 identified in the Washington Learns study.

1 The checkpoints previously agreed by the board and the Western
2 Washington University are enumerated as follows:

3 (a) Increase the number of baccalaureate degrees conferred per year
4 to 2,968;

5 (b) Increase the number of high-demand baccalaureate degrees
6 conferred per year to 371;

7 (c) Increase the number of advanced degrees conferred per year at
8 all campuses to 375;

9 (d) Improve the six-year graduation rate for baccalaureate students
10 to 62.8 percent;

11 (e) Improve the three-year graduation rate for students who
12 transfer with an associates degree to 61.4 percent;

13 (f) Improve the freshman retention rate to 85.0 percent;

14 (g) Improve time to degree for baccalaureate students to 95.6
15 percent, measured by the percent of admitted students who graduate
16 within 125 percent of the credits required for a degree; and

17 (h) The institution shall provide a report on Pell grant
18 recipients' performance within each of the measures included in this
19 section.

20 Western Washington University shall report its progress and ongoing
21 efforts toward meeting the provisions of this section to the higher
22 education coordinating board prior to November 1, 2009.

23 (6) In an effort to introduce students to and inform students of
24 post-secondary opportunities in Washington state, the university shall
25 report progress towards developing and implementing outreach programs
26 designed to increase awareness of higher education to K-12 populations
27 to the higher education coordinating board by October 1st of each year.

28 (7) \$1,169,000 of the education legacy trust account appropriation
29 is for the advanced materials science and engineering program. The
30 program shall develop the advanced materials science and engineering
31 center for research, teaching, and development which will offer a minor
32 degree in materials science and engineering beginning in the fall 2009.

33 (8) \$444,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$611,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely for development of the biomedical
36 research activities in neuroscience (BRAIN) program. The program shall
37 link biology and chemistry curriculum to prepare students for
38 biomedical research positions in academia and industry.

1 year 2008 and \$191,000 of the general fund--state appropriation for
2 fiscal year 2009 are provided solely for administration of conditional
3 scholarships.

4 (5) Except for moneys provided in this section for specific
5 purposes, and to the extent that the executive director finds that the
6 agency will not require the full amount appropriated for a fiscal year
7 in this section, the unexpended appropriation shall be transferred to
8 the state education trust account established under RCW 28B.92.140 for
9 purposes of fulfilling unfunded scholarship commitments that the board
10 made under its federal GEAR UP Grant 1.

11 (6) \$200,000 of the general fund--state appropriation is provided
12 solely to implement a capital facility and technology capacity study
13 which will compare the 10-year enrollment projections with the capital
14 facility requirements and technology application and hardware capacity
15 needed to deliver higher education programs for the period 2009-2019.
16 The (~~joint legislative audit and review committee~~) higher education
17 coordinating board shall:

18 (a) Develop the study in collaboration with the state board for
19 community and technical colleges, (~~the higher education coordinating~~
20 ~~board,~~) four-year universities, and the Washington independent
21 colleges;

22 (b) Determine the 10-year capital facilities and technology
23 application and hardware investment needed by location to deliver
24 higher education programs to additional student FTE;

25 (c) Estimate operational and capital costs of the additional
26 capacity; and

27 (d) Report findings to the legislature on October 1, 2008.

28 (7) \$85,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$127,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely for the board to prepare a program
31 and operating plan for a higher education center in the Kitsap county
32 area. The plan shall be developed in consultation with an advisory
33 committee of civic, business, and educational leaders from Clallam,
34 Jefferson, Kitsap, and Mason counties. It shall include a projection
35 of lower and upper division and graduate enrollment trends in the study
36 area; a review of assessments of employer needs; an inventory of
37 existing and needed post-secondary programs; recommended strategies for
38 promoting active program participation in, and extensive program

1 offerings at, the center by public and private baccalaureate
2 institutions; and an estimate of operating and capital costs for the
3 creation and operation of the center. The board shall submit its
4 findings and recommendations to the governor and legislature by
5 December 1, 2008.

6 (8) The higher education coordinating board, the department of
7 licensing, and the department of health shall jointly review and report
8 to appropriate policy committees of the legislature by December 1,
9 2008, on barriers and opportunities for increasing the extent to which
10 veterans separating from duty are able to apply skills sets and
11 education required while in service to certification, licensure, and
12 degree requirements.

13 **Sec. 611.** 2007 c 522 s 611 (uncodified) is amended to read as
14 follows:

15 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**
16 **PROGRAMS**

17	General Fund--State Appropriation (FY 2008)	((\$163,286,000))
18		<u>\$163,012,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$187,252,000))
20		<u>\$188,716,000</u>
21	General Fund--Federal Appropriation	\$13,122,000
22	Education Legacy Trust Account--State	
23	Appropriation	\$108,188,000
24	TOTAL APPROPRIATION	((\$471,848,000))
25		<u>\$473,038,000</u>

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

28 (1) ((~~\$154,837,000~~)) \$154,486,000 of the general fund--state
29 appropriation for fiscal year 2008, ((~~\$177,863,000~~)) \$178,421,000 of
30 the general fund--state appropriation for fiscal year 2009, \$49,902,000
31 of the education legacy trust account appropriation for fiscal year
32 2008, \$40,050,000 of the education legacy trust account appropriation
33 for fiscal year 2009, and \$2,886,000 of the general fund--federal
34 appropriation are provided solely for student financial aid payments
35 under the state need grant; the state work study program; the
36 Washington scholars program; and the Washington award for vocational

1 excellence. All four programs shall increase grant awards sufficiently
2 to offset the full cost of the resident undergraduate tuition increases
3 authorized under this act.

4 (2) Within the funds appropriated in this section, eligibility for
5 the state need grant shall be expanded to include students with family
6 incomes at or below 70 percent of the state median family income,
7 adjusted for family size. Awards for students with incomes between 66
8 percent and 70 percent of the state median shall be 50 percent of the
9 award amount granted to those with incomes below 51 percent of the
10 median.

11 (3) To the extent that the executive director determines that the
12 agency will not award the full amount appropriated in subsection (1) of
13 this section for a fiscal year, unexpended funds shall be transferred
14 to the state education trust account established under RCW 28B.92.140
15 for purposes first of fulfilling the unfunded scholarship commitments
16 that the board made under its federal GEAR UP Grant 1.

17 (4) \$7,400,000 of the education legacy trust account appropriation
18 is provided solely for investment to fulfill the scholarship
19 commitments that the state incurs in accordance with Second Substitute
20 Senate Bill No. 5098 (the college bound scholarship). If the bill is
21 not enacted by June 30, 2007, the amount provided in this subsection
22 shall lapse.

23 (5) \$2,500,000 of the education legacy trust account--state
24 appropriation is provided solely to expand the gaining early awareness
25 and readiness for undergraduate programs project to at least 25
26 additional school districts.

27 (6) \$1,000,000 of the education legacy trust account--state
28 appropriation is provided solely to encourage more students to teach
29 secondary mathematics and science. \$500,000 of this amount is provided
30 to increase the future teacher scholarship and conditional loan program
31 by at least 35 students per year. \$500,000 of this amount is provided
32 to support state work study positions for students to intern in
33 secondary math and science classrooms.

34 (7) \$2,336,000 of the education legacy trust account--state
35 appropriation for fiscal year 2009 is provided solely for
36 implementation of Engrossed Substitute House Bill No. 1131 (passport to
37 college). Funds are provided for student scholarships, and for
38 incentive payments to the colleges they attend for individualized

1 student support services which may include, but are not limited to,
2 college and career advising, counseling, tutoring, costs incurred for
3 students while school is not in session, personal expenses, health
4 insurance, and emergency services. If the bill is not enacted by June
5 30, 2007, the amount provided in this subsection shall lapse.

6 (8) \$246,000 of the general fund--state appropriation for fiscal
7 year 2008 and \$246,000 of the general fund--state appropriation for
8 fiscal year 2009 are for community scholarship matching grants and its
9 administration. To be eligible for the matching grant, nonprofit
10 groups organized under section 501(c)(3) of the federal internal
11 revenue code must demonstrate they have raised at least \$2,000 in new
12 moneys for college scholarships after the effective date of this
13 section. Groups may receive no more than one \$2,000 matching grant per
14 year and preference shall be given to groups affiliated with
15 scholarship America. Up to a total of \$46,000 per year of the amount
16 appropriated in this section may be awarded to a nonprofit community
17 organization to administer scholarship matching grants, with preference
18 given to an organization affiliated with scholarship America.

19 (9) \$75,000 of the general fund--state appropriation for fiscal
20 year 2008 and (~~(\$75,000)~~) \$575,000 of the general fund--state
21 appropriation for fiscal year 2009 are provided solely for higher
22 education student child care matching grants under chapter 28B.135 RCW.

23 (10) \$500,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$500,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for implementation of Engrossed
26 Substitute House Bill No. 1179 (state need grant). State need grants
27 provided to students enrolled in just three to five credit-bearing
28 quarter credits, or the equivalent semester credits, shall not exceed
29 the amounts appropriated in this subsection. By November 1 of each
30 year, the board shall report to the office of financial management and
31 to the operating budget committees of the house of representatives and
32 senate on the number of eligible but unserved students enrolled in just
33 three to five quarterly credits, or the semester equivalent, and the
34 estimated cost of serving them. If the bill is not enacted by June 30,
35 2007, the amounts provided in this subsection shall lapse.

36 (11) \$5,000,000 of the education legacy trust account appropriation
37 is provided solely to implement Engrossed Second Substitute House Bill

1 No. 1779 (GET ready for math and science). If the bill is not enacted
2 by June 30, 2007, the amount provided in this subsection shall lapse.

3 (12) \$1,250,000 of the general fund--state appropriation for fiscal
4 year 2009 is provided solely for the health professional scholarship
5 and loan program. The funds provided in this subsection (a) shall be
6 prioritized for health care delivery sites demonstrating a commitment
7 to serving uninsured patients, as measured by the percentage of their
8 patients that are uninsured; and (b) shall be allocated between loan
9 repayments and scholarships proportional to current program
10 allocations.

11 **Sec. 612.** 2007 c 522 s 612 (uncodified) is amended to read as
12 follows:

13 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

14	General Fund--State Appropriation (FY 2008)	\$1,757,000
15	General Fund--State Appropriation (FY 2009)	((\$1,772,000))
16		<u>\$2,072,000</u>
17	General Fund--Federal Appropriation	\$54,011,000
18	<u>General Fund--Private/Local Appropriation</u>	<u>\$300,000</u>
19	TOTAL APPROPRIATION	((\$57,540,000))
20		<u>\$58,140,000</u>

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

23 (1) \$340,000 of the general fund--state appropriation for fiscal
24 year 2008 and \$340,000 of the general fund--state appropriation for
25 fiscal year 2009 are provided solely for the board to:

26 (a) Allocate grants on a competitive basis to establish and support
27 industry skill panels. Grant recipients shall provide an employer
28 match of at least twenty-five percent, and identify work force
29 strategies to benefit employers and workers across the industry; and

30 (b) Establish industry skill panel standards that identify the
31 expectations for industry skill panel products and services.

32 (2) \$53,000 of the general fund--state appropriation for fiscal
33 year 2008 and \$53,000 of the general fund--state appropriation for
34 fiscal year 2009 are provided solely to improve the oversight of
35 private vocational and career schools.

36 (3) \$300,000 of the general fund--state appropriation for fiscal

1 year 2009 is provided solely to implement Senate Bill No. 6295
2 (workplace-based learning). If the bill is not enacted by June 30,
3 2008, the amount provided in this subsection shall lapse.

4 **Sec. 613.** 2007 c 522 s 614 (uncodified) is amended to read as
5 follows:

6 **FOR THE DEPARTMENT OF EARLY LEARNING**

7	General Fund--State Appropriation (FY 2008)	((\$61,780,000))
8		<u>\$62,302,000</u>
9	General Fund--State Appropriation (FY 2009)	((\$72,707,000))
10		<u>\$75,936,000</u>
11	General Fund--Federal Appropriation	\$192,360,000
12	General Fund--Private/Local Appropriation	\$6,000
13	TOTAL APPROPRIATION	((\$326,853,000))
14		<u>\$330,604,000</u>

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

17 (1) \$47,919,000 of the general fund--state appropriation for fiscal
18 year 2008 and \$56,437,000 of the general fund--state appropriation for
19 fiscal year 2009 are provided solely for early childhood education and
20 assistance program services.

21 (a) Of these amounts, \$10,284,000 is a portion of the biennial
22 amount of state matching dollars required to receive federal child care
23 and development fund grant dollars.

24 (b) Within the amounts provided in this subsection (1), the
25 department shall increase the number of children receiving early
26 childhood education and assistance program services by 2,250 slots.

27 (c) Within the amounts provided in this subsection (1), the
28 department shall increase the minimum provider per slot payment to
29 \$6,500 in fiscal year 2008. Any provider receiving slot payments
30 higher than \$6,500 shall receive a 2.0 percent vendor rate increase in
31 fiscal year 2008. All providers shall receive a 2.0 percent vendor
32 rate increase in fiscal year 2009.

33 (2) \$775,000 of the general fund--state appropriation for fiscal
34 year 2008 and \$4,225,000 of the general fund--state appropriation for
35 fiscal year 2009 are provided solely to: (a) Develop a quality rating
36 and improvement system; and (b) pilot the quality rating and
37 improvement system in multiple locations. Four of the pilot sites are

1 to be located within the following counties: Spokane, Kitsap, King, and
2 Yakima. The department shall analyze and evaluate the pilot sites and
3 report initial findings to the legislature by December 1, 2008. Prior
4 to statewide implementation of the quality rating and improvement
5 system, the department of early learning shall present the system to
6 the legislature and the legislature shall formally approve the
7 implementation of the system through the omnibus appropriations act or
8 by statute or concurrent resolution.

9 (3) \$850,000 of the general fund--state appropriation for fiscal
10 year 2008 and \$850,000 of the general fund--state appropriation for
11 fiscal year 2009 are provided solely for the department to contract for
12 child care referral services.

13 (4) \$1,200,000 of the general fund--state appropriation for fiscal
14 year 2008 and \$800,000 of the general fund--state appropriation for
15 fiscal year 2009 are provided solely to develop and provide culturally
16 relevant supports for parents, family, and other caregivers. This
17 includes funding for the department to conduct a random sample survey
18 of parents to determine the types of early learning services and
19 materials parents are interested in receiving from the state. The
20 department shall report the findings to the appropriate policy and
21 fiscal committees of the legislature by October 1, 2008.

22 (5) \$250,000 of the general fund--state appropriation for fiscal
23 year 2008 and \$250,000 of the general fund--state appropriation for
24 fiscal year 2009 are provided solely for a child care consultation
25 pilot program linking child care providers with evidence-based and best
26 practice resources regarding caring for infants and young children who
27 present behavior concerns.

28 (6) \$500,000 of the general fund--state appropriation for fiscal
29 year 2008 and \$500,000 of the general fund--state appropriation for
30 fiscal year 2009 are provided solely to expand the child care career
31 and wage ladder program created by chapter 507, Laws of 2005.

32 (7) \$172,000 of the general fund--state appropriation for fiscal
33 year 2008 is provided solely for the department to purchase licensing
34 capability from the department of social and health services through
35 the statewide automated child welfare information system.

36 (8) \$1,100,000 of the general fund--state appropriation for fiscal
37 year 2008 and \$1,100,000 of the general fund--state appropriation for
38 fiscal year 2009 are provided solely for a childcare grant program for

1 public community colleges and public universities. A community college
2 or university that employs collectively bargained staff to operate
3 childcare programs may apply for up to \$25,000 per year from the
4 department per each type of the following programs: Head start,
5 childcare, early childhood assistance and education. The funding shall
6 only be provided for salaries for collectively bargained employees.

7 (9) Beginning October 1, 2007, the department shall be the lead
8 agency for and recipient of the federal child care and development fund
9 grant. Amounts within this grant shall be used to fund child care
10 licensing, quality initiatives, agency administration, and other costs
11 associated with child care subsidies. The department shall transfer a
12 portion of this grant to the department of social and health services
13 to partially fund the child care subsidies paid by the department of
14 social and health services on behalf of the department of early
15 learning.

16 (10) Prior to the development of an early learning information
17 system, the department shall submit to the education and fiscal
18 committees of the legislature a completed feasibility study and a
19 proposal approved by the department of information systems and the
20 information services board. The department shall ensure that any
21 proposal for the early learning information system includes the cost
22 for modifying the system as a result of licensing rule changes and
23 implementation of the quality rating and improvement system.

24 (11) The department, in conjunction with the early learning
25 advisory council, shall report by June 30, 2009, to the governor and
26 the appropriate committees of the legislature regarding the following:

27 (a) Administration of the state training and registry system,
28 including annual expenditures, participants, and average hours of
29 training provided per participant;

30 (b) The status of activities related to parent and consumer access
31 to accurate information about child care, including the toll-free
32 number established under RCW 43.215.520 and the web site on licensing
33 and enforcement actions as provided in RCW 43.215.525, 43.215.530, and
34 43.512.370;

35 (c) Efforts concerning public education regarding unlicensed child
36 care;

37 (d) The results of negotiated rule-making for family child care

1 licensees as provided in RCW 43.215.350, and if applicable, negotiated
2 rule-making for child care centers;

3 (e) Evaluations available on the roles and responsibilities of the
4 child care resource and referral network in providing information to
5 assist parents in making informed child care decisions; and

6 (f) Efforts regarding the establishment of statewide standards on
7 preservice and continuing training and education for child care
8 providers.

9 (12) The department shall use federal child care development fund
10 money to satisfy the federal audit requirement of the improper payments
11 act (IPIA) of 2002. In accordance with the IPIA's rules, the money
12 spent on the audits will not count against the five percent state limit
13 on administrative expenditures.

14 **Sec. 614.** 2007 c 522 s 615 (uncodified) is amended to read as
15 follows:

16 **FOR THE STATE SCHOOL FOR THE BLIND**

17	General Fund--State Appropriation (FY 2008)	((\$5,958,000))
18		<u>\$5,969,000</u>
19	General Fund--State Appropriation (FY 2009)	((\$6,186,000))
20		<u>\$6,237,000</u>
21	General Fund--Private/Local Appropriation	((\$1,600,000))
22		<u>\$1,608,000</u>
23	TOTAL APPROPRIATION	((\$13,744,000))
24		<u>\$13,814,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations: \$10,000 of the general fund--state
27 appropriation for fiscal year 2008 and \$40,000 of the general fund--
28 state appropriation for fiscal year 2009 are provided solely to defend
29 the state's interpretive position in the case of *Delyria & Koch v.*
30 *Washington State School for the Blind.*

31 **Sec. 615.** 2007 c 522 s 616 (uncodified) is amended to read as
32 follows:

33 **FOR THE STATE SCHOOL FOR THE DEAF**

34	General Fund--State Appropriation (FY 2008)	((\$8,731,000))
35		<u>\$8,858,000</u>
36	General Fund--State Appropriation (FY 2009)	((\$9,015,000))

1 TOTAL APPROPRIATION ((~~\$3,964,000~~))
2 \$4,052,000

3 The appropriations in this section are subject to the following
4 conditions and limitations: \$88,000 of the general fund--state
5 appropriation for fiscal year 2009 is provided solely to catalog the
6 American Indian collection.

(End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 2007 c 522 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

General Fund--State Appropriation (FY 2008)	((\$724,362,000))
	<u>\$835,274,000</u>
General Fund--State Appropriation (FY 2009)	((\$764,561,000))
	<u>\$684,324,000</u>
State Building Construction Account--State	
Appropriation	((\$8,970,000))
	<u>\$11,970,000</u>
Columbia River Basin Water Supply Development	
Account--State Appropriation	\$148,000
Hood Canal Aquatic Rehabilitation Bond	
Account--State Appropriation	\$23,000
State Taxable Building Construction	
Account--State Appropriation	((\$168,000))
	<u>\$513,000</u>
Gardner-Evans Higher Education Construction	
Account--State Appropriation	((\$1,790,000))
	<u>\$1,902,000</u>
Debt-Limit Reimbursable Bond Retire	
Account--State Appropriation	((\$2,624,000))
	<u>\$2,589,000</u>
TOTAL APPROPRIATION	((\$1,502,646,000))
	<u>\$1,536,743,000</u>

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.

Sec. 702. 2007 c 522 s 702 (uncodified) is amended to read as follows:

1 conditions and limitations: The appropriations are provided solely for
2 expenditure into the disaster response account for the purposes
3 specified in section 705 of this act.

4 NEW SECTION. **Sec. 707.** A new section is added to 2007 c 522
5 (uncodified) to read as follows:

6 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
7 be necessary, are appropriated from the general fund, unless otherwise
8 indicated, for relief of various individuals, firms, and corporations
9 for sundry claims. These appropriations are to be disbursed on
10 vouchers approved by the director of financial management, except as
11 otherwise provided, as follows:

- 12 (1) Reimbursement of criminal defendants acquitted on the basis of
13 self-defense, pursuant to RCW 9A.16.110:
- 14 (a) George E. Linkenhoker, claim number SCJ 2008-01 . . . \$24,628
- 15 (b) Charles A. Gardner, claim number SCJ 2008-02 \$ 2,715
- 16 (c) Judd Hurst, claim number SCJ 2008-03 \$ 2,000
- 17 (d) Thomas J. Nelson, claim number SCJ 2008-04 \$ 5,000
- 18 (e) William R. Sauters, Jr., claim number
19 SCJ 2008-05 \$11,408
- 20 (f) Michael E. Greene, claim number SCJ 2008-06 \$ 1,500
- 21 (g) Jeffery A. Cobb, claim number SCJ 2008-08 \$ 7,600

22 **Sec. 708.** 2007 c 522 s 716 (uncodified) is amended to read as
23 follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--WATER QUALITY CAPITAL ACCOUNT**

25 Water Quality Account--State Appropriation

26 (FY 2008) ((~~\$25,135,000~~))

27 \$19,274,000

28 Water Quality Account--State Appropriation

29 (FY 2009) \$3,000,000

30 TOTAL APPROPRIATION \$22,274,000

31 The appropriation in this section is subject to the following
32 conditions and limitations: The appropriation is provided solely for
33 expenditure into the water quality capital account. ((~~If House Bill
34 No. 1137 (water quality capital account) is not enacted by June 30,
35 2007, the appropriation in this section shall lapse.~~))

1 **PROGRAMS**

2	General Fund--State Appropriation (FY 2008)	\$600,000
3	General Fund--State Appropriation (FY 2009)	(\$600,000)
4		<u>\$800,000</u>
5	TOTAL APPROPRIATION	(\$1,200,000)
6		<u>\$1,400,000</u>

7 The appropriations in this section are subject to the following
8 conditions and limitations: The appropriations in this section are
9 provided solely for allocation to counties that are eligible for
10 funding for chemical dependency or substance abuse treatment programs
11 pursuant to RCW 70.96A.325.

12 NEW SECTION. **Sec. 712.** A new section is added to 2007 c 522
13 (uncodified) to read as follows:

14 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FEDERAL REIMBURSEMENT FOR**
15 **HEALTH INSURANCE TRANSFERS**

16	General Fund--State Appropriation (FY 2008)	\$11,000,000
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17 The appropriation in this section is subject to the following
18 conditions and limitations: The United States department of health and
19 human services has determined that a portion of funds transferred from
20 the public employees' and retirees' insurance account in fiscal years
21 2006 and 2007, made pursuant to sections 805 and 806, chapter 372, Laws
22 of 2006, contained federal funds that were not authorized to be
23 included in the transfer. The appropriation in this section is
24 provided solely to reimburse the United States department of health and
25 human services in accordance with their determination letter that the
26 federal funds transferred from the public employees' and retirees'
27 insurance account were transferred in error and must be reimbursed to
28 the United States Treasury.

29 **Sec. 713.** 2007 c 522 s 1621 (uncodified) is amended to read as
30 follows:

31 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--TECHNOLOGY FUNDING**

32	General Fund--State Appropriation (FY 2007)	\$26,277,000
33	Special Technology Funding Revolving Account	
34	Appropriation ((FY 2008))	(\$37,964,000)
35		<u>\$35,222,000</u>
36	TOTAL APPROPRIATION	(\$64,241,000)

The appropriations in this section are provided solely for deposit to and expenditure from the data processing revolving account and are subject to the following conditions and limitations:

(1) The appropriations in this section, for expenditure to the data processing revolving account, are to be known as the "information technology funding pool" and are under the joint control of the department of information services and the office of financial management. The department of information services shall review information technology proposals and work jointly with the office of financial management to determine the projects to be funded and the amounts and timing of release of funds. To facilitate the transfer of moneys from dedicated funds and accounts, the state treasurer is directed to transfer sufficient moneys from each dedicated fund or account to the special technology funding revolving account, hereby created in the state treasury, in accordance with schedules provided by the office of financial management pursuant to LEAP Document (~~ITA-2007~~) ITA-2008 as developed by the legislative evaluation and program committee on (~~April 20, 2007, at 13:01~~) February 26, 2008, at 16:00 hours.

(2) In exercising this authority, the department of information services and the office of financial management shall:

(a) Seek opportunities to reduce costs and achieve economies of scale by leveraging statewide investments in systems and data and other common or enterprise-wide solutions within and across state agencies that include standard software, hardware, and other information technology systems infrastructure, and common data definitions and data stores that promote the sharing of information across agencies whenever possible;

(b) Ensure agencies incorporate project management best practices and consider lessons learned from other information technology projects; and

(c) Develop criteria for the evaluation of information technology project funding proposals to include the determination of where common or coordinated technology or data solutions may be established, and identification of projects that cross fiscal biennia or are dependent on other prior, current, or future related investments.

1 (3) In allocating funds for the routine replacement of software and
2 hardware, the information services board and office of financial
3 management shall presume that agencies should have sufficient funding
4 in their base allocation to pay for such replacement and that any
5 allocations out of these funds are for extraordinary maintenance costs.

6 ~~((+5))~~ (4) Funds in the 2007-09 biennium may only be expended on
7 the projects listed on LEAP Document ~~((IT-2007))~~ IT-2008, as generated
8 by the legislative evaluation and accountability program committee on
9 ~~((April 20, 2007, at 13:01))~~ February 26, 2008, at 16:00 hours. Future
10 biennia allocations from the information technology funding pool shall
11 be determined jointly by the department of information services and the
12 office of financial management.

13 ~~((+6))~~ (5) Beginning December 1, 2008, and every biennium
14 thereafter, the department of information services shall submit a
15 statewide information technology plan to the office of financial
16 management and the legislative evaluation and accountability program
17 committee that supports a consolidated funding request. In alternate
18 years, a plan addendum shall be submitted that reflects any modified
19 funding pool request requiring action in the ensuing supplemental
20 budget session.

21 ~~((+7))~~ (6) The department of information services shall report to
22 the office of financial management and the legislative evaluation and
23 accountability program committee by October 1, 2007, and annually
24 thereafter, the status of planned allocations from funds appropriated
25 in this section.

26 ~~((+8))~~ (7) State agencies shall report project performance in
27 consistent and comparable terms using common methodologies to calculate
28 project performance by measuring work accomplished (scope and schedule)
29 against work planned and project cost against planned budget. The
30 department of information services shall provide implementation
31 guidelines and oversight of project performance reporting.

32 ~~((+9))~~ (8) The information services board shall require all
33 agencies receiving funds appropriated in this section to account for
34 project expenses included in an information technology portfolio report
35 submitted annually to the department of information services, the
36 office of financial management, and the legislative evaluation and
37 accountability program committee by October 1st of each year. The
38 department of information services, with the advice and approval of the

1 office of financial management, shall establish criteria for complete
2 and consistent reporting of expenditures from these funds and project
3 staffing levels.

4 ((+10+)) (9) In consultation with the legislative evaluation and
5 accountability program committee, the department of information
6 services shall develop criteria for evaluating requests for these funds
7 and shall report annually to the office of financial management and the
8 legislative evaluation and accountability program committee by November
9 1st the status of distributions and expenditures from this pool.

10 NEW SECTION. **Sec. 714.** A new section is added to 2007 c 522
11 (uncodified) to read as follows:

12 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--HEALTH CARE AUTHORITY**
13 **ADMINISTRATIVE ACCOUNT**

14	General Fund--State Appropriation (FY 2008)	\$1,993,000
15	General Fund--State Appropriation (FY 2009)	\$1,993,000
16	Public Safety and Education Account--State	
17	Appropriation (FY 2008)	\$13,000
18	Public Safety and Education Account--State	
19	Appropriation (FY 2009)	\$13,000
20	Water Quality Account--State Appropriation (FY 2008)	\$4,000
21	Water Quality Account--State Appropriation (FY 2009)	\$4,000
22	Violence Reduction and Drug Enforcement Account--State	
23	Appropriation (FY 2008)	\$1,000
24	Violence Reduction and Drug Enforcement Account--State	
25	Appropriation (FY 2009)	\$1,000
26	Health Services Account--State Appropriation (FY 2008)	\$7,000
27	Health Services Account--State Appropriation (FY 2009)	\$7,000
28	Dedicated Funds and Accounts Appropriation	\$633,000
29	TOTAL APPROPRIATION	\$4,669,000

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

32 (1) The appropriations are provided solely for expenditure into the
33 health care authority administrative account.

34 (2) To facilitate the transfer of moneys from dedicated funds and
35 accounts, the office of financial management shall transfer or direct
36 the transfer of sufficient moneys from each dedicated fund or account,
37 including local funds of state agencies and institutions of higher

1 education, to the health care authority administrative account in
2 accordance with LEAP document number H03-2008, dated February 19, 2008.
3 Agencies and institutions of higher education with local funds will
4 deposit sufficient money to the health care authority administrative
5 account.

6 **Sec. 715.** 2007 c 522 s 728 (uncodified) is amended to read as
7 follows:

8 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMUNITY PRESERVATION AND**
9 **DEVELOPMENT ACCOUNT**

10 General Fund--State Appropriation (FY 2008) \$350,000

11 The appropriation in this section is subject to the following
12 conditions and limitations: The appropriation is provided solely for
13 expenditure into the community preservation and development authority
14 account. If Substitute Senate Bill No. 6156 (community preservation
15 authorities) is not enacted by June 30, 2007, the appropriation in this
16 section shall lapse.

17 NEW SECTION. **Sec. 716.** A new section is added to 2007 c 522
18 (uncodified) to read as follows:

19 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FAMILY LEAVE INSURANCE ACCOUNT**
20 General Fund--State Appropriation (FY 2008) \$6,218,000

21 The appropriation in this section is subject to the following
22 conditions and limitations: The appropriation is provided solely for
23 expenditure into the family leave insurance account.

24 NEW SECTION. **Sec. 717.** A new section is added to 2007 c 522
25 (uncodified) to read as follows:

26 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--INDIVIDUAL DEVELOPMENT ACCOUNT**
27 **PROGRAM ACCOUNT**

28 General Fund--State Appropriation (FY 2008) \$500,000
29 General Fund--State Appropriation (FY 2009) \$500,000
30 TOTAL APPROPRIATION \$1,000,000

31 The appropriations in this section are subject to the following
32 conditions and limitations: The appropriations are provided solely for
33 expenditure into the individual development account program account.

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2007 c 522 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance premium distributions ((\$7,325,000)) \$7,654,000

General Fund Appropriation for public utility district excise tax distributions ((\$49,656,000)) \$47,557,000

General Fund Appropriation for prosecuting attorney distributions. Of this amount, \$903,000 is provided solely for the implementation of Senate Bill No. 6297 (prosecuting attorney salaries). If the bill is not enacted by June 30, 2008, the amount provided shall lapse. ((\$3,999,000)) \$4,902,000

General Fund Appropriation for boating safety and education distributions ((\$4,833,000)) \$4,400,000

General Fund Appropriation for other tax distributions ((\$42,000)) \$48,000

General Fund Appropriation for habitat conservation program distributions \$1,245,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies \$2,192,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution \$148,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((\$89,346,000)) \$77,753,000

County Criminal Justice Assistance Appropriation ((\$58,906,000)) \$62,127,000

1		<u>\$31,000,000</u>
2	<u>Education Legacy Trust Account: For transfer to</u>	
3	<u>the state general fund for fiscal year 2009</u>	<u>\$40,000,000</u>
4	<u>Pension Funding Stabilization Account: For</u>	
5	<u>transfer to the state general fund for</u>	
6	<u>fiscal year 2009</u>	<u>\$10,000,000</u>
7	<u>Economic Development Strategic Reserve Account:</u>	
8	<u>For transfer to the state general fund for</u>	
9	<u>fiscal year 2009</u>	<u>\$4,000,000</u>
10	<u>State Convention and Trade Center Account:</u>	
11	<u>For transfer to the state general fund for</u>	
12	<u>fiscal year 2009</u>	<u>\$28,000,000</u>
13	<u>Equal Justice Subaccount: For transfer to the violence</u>	
14	<u>reduction and drug enforcement account for fiscal</u>	
15	<u>year 2008</u>	<u>\$2,000,000</u>
16	General Fund: For transfer to the water	
17	quality account, \$12,200,000 for fiscal	
18	year 2008 and \$12,201,000 for fiscal	
19	year 2009	\$24,401,000
20	Education Legacy Trust Account: For transfer	
21	to the student achievement account for	
22	fiscal year 2009	\$90,800,000
23	Drinking Water Assistance Account: For transfer	
24	to the drinking water assistance repayment	
25	account, an amount not to exceed	\$25,000,000
26	Public Works Assistance Account: For transfer	
27	to the drinking water assistance account,	
28	((\$3,600,000)) <u>\$7,200,000</u> for fiscal year 2008 and	
29	\$3,600,000 for fiscal year 2009 ((\$7,200,000))	
30		<u>\$10,800,000</u>
31	Public Works Assistance Account: For transfer	
32	to the job development account, \$25,000,000	
33	for fiscal year 2008 and \$25,000,000 for	
34	fiscal year 2009	\$50,000,000
35	Tobacco Settlement Account: For transfer	
36	to the health services account, in an	
37	amount not to exceed the actual amount	
38	of the annual base payment to the tobacco	

1 settlement account ((~~\$165,915,000~~))
2 \$168,111,000
3 Tobacco Settlement Account: For transfer to the
4 life sciences discovery fund, in an amount
5 not to exceed the actual amount of the
6 strategic contribution supplemental payment
7 to the tobacco settlement account \$70,000,000
8 Health Services Account: For transfer to the water
9 quality account, \$3,942,500 for fiscal year 2008
10 and \$3,942,500 for fiscal year 2009 \$7,885,000
11 Health Services Account: For transfer to the violence
12 reduction and drug enforcement account, \$3,466,000
13 for fiscal year 2008 and \$3,466,000 for fiscal year
14 2009 \$6,932,000
15 Health Services Account: For transfer to the tobacco
16 prevention and control account, ((~~\$10,226,552~~))
17 \$10,523,000 for fiscal year 2008 and ((~~\$10,109,109~~))
18 \$10,168,000 for fiscal year 2009 ((~~\$20,336,000~~))
19 \$20,691,000
20 General Fund: For transfer to the streamline
21 sales and use tax account for fiscal year 2009 \$31,600,000
22 ((~~If Substitute Senate Bill No. 5089 (streamlined sales tax) is not~~
23 ~~enacted by June 30, 2009, this transfer shall lapse.~~))
24 General Fund: For transfer to the health services
25 account for fiscal year 2009 \$53,000,000
26 Nisqually Earthquake Account: For transfer to the
27 disaster response account for fiscal year 2008 \$3,000,000

28 NEW SECTION. Sec. 803. A new section is added to 2007 c 522
29 (uncodified) to read as follows:

30 **FOR THE DEPARTMENT OF REVENUE--STATE REVENUE FOR DISTRIBUTION**
31 General Fund Appropriation for fiscal year 2008 \$422,012

32 The appropriation in this section is subject to the following
33 conditions and limitations: Revenues for the general fund are reduced
34 to correct for a prior period distribution shortage of \$422,012. This
35 represents one time distributions to Jefferson County in the amount of

1 \$352,196, and Klickitat County in the amount of \$89,816, to be used in
2 accordance with RCW 82.14.370.

(End of part)

1 subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall
2 be \$182.89 per month.

3 (3) Technical colleges, school districts, and educational service
4 districts shall remit to the health care authority for deposit into the
5 public employees' and retirees' insurance account established in RCW
6 41.05.120 the following amounts:

7 (a) For each full-time employee, \$57.71 per month beginning
8 September 1, 2007, and (~~(\$65.97)~~) \$60.40 beginning September 1, 2008;

9 (b) For each part-time employee, who at the time of the remittance
10 is employed in an eligible position as defined in RCW 41.32.010 or
11 41.40.010 and is eligible for employer fringe benefit contributions for
12 basic benefits, \$57.71 each month beginning September 1, 2007, and
13 (~~(\$65.97)~~) \$60.40 beginning September 1, 2008, prorated by the
14 proportion of employer fringe benefit contributions for a full-time
15 employee that the part-time employee receives. The remittance
16 requirements specified in this subsection shall not apply to employees
17 of a technical college, school district, or educational service
18 district who purchase insurance benefits through contracts with the
19 health care authority.

20 **Sec. 902.** 2007 c 522 s 911 (uncodified) is amended to read as
21 follows:

22 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--**
23 **INSURANCE BENEFITS.** The appropriations for state agencies, including
24 institutions of higher education are subject to the following
25 conditions and limitations:

26 (1)(a) The monthly employer funding rate for insurance benefit
27 premiums, public employees' benefits board administration, and the
28 uniform medical plan, for represented employees outside the super
29 coalition under chapter 41.80 RCW, shall not exceed \$707 per eligible
30 employee for fiscal year 2008. For fiscal year 2009 the monthly
31 employer funding rate shall not exceed (~~(\$732)~~) \$561 per eligible
32 employee.

33 (b) In order to achieve the level of funding provided for health
34 benefits, the public employees' benefits board shall require any or all
35 of the following: Employee premium copayments, increases in
36 point-of-service cost sharing, the implementation of managed
37 competition, or make other changes to benefits consistent with RCW

1 41.05.065, but in no case to increase the actuarial value of the plans
2 offered as compared to the comparable plans offered to enrollees in
3 calendar year 2007.

4 (c) The health care authority shall deposit any moneys received on
5 behalf of the uniform medical plan as a result of rebates on
6 prescription drugs, audits of hospitals, subrogation payments, or any
7 other moneys recovered as a result of prior uniform medical plan claims
8 payments, into the public employees' and retirees' insurance account to
9 be used for insurance benefits. Such receipts shall not be used for
10 administrative expenditures.

11 (2) The health care authority, subject to the approval of the
12 public employees' benefits board, shall provide subsidies for health
13 benefit premiums to eligible retired or disabled public employees and
14 school district employees who are eligible for medicare, pursuant to
15 RCW 41.05.085. From January 1, 2008, through December 31, 2008, the
16 subsidy shall be \$164.08. Starting January 1, 2009, the subsidy shall
17 be \$182.89 per month.

18 (3) Technical colleges, school districts, and educational service
19 districts shall remit to the health care authority for deposit into the
20 public employees' and retirees' insurance account established in RCW
21 41.05.120 the following amounts:

22 (a) For each full-time employee, \$57.71 per month beginning
23 September 1, 2007, and (~~(\$65.97)~~) \$60.40 beginning September 1, 2008;

24 (b) For each part-time employee, who at the time of the remittance
25 is employed in an eligible position as defined in RCW 41.32.010 or
26 41.40.010 and is eligible for employer fringe benefit contributions for
27 basic benefits, \$57.71 each month beginning September 1, 2007, and
28 (~~(\$65.97)~~) \$60.40 beginning September 1, 2008, prorated by the
29 proportion of employer fringe benefit contributions for a full-time
30 employee that the part-time employee receives. The remittance
31 requirements specified in this subsection shall not apply to employees
32 of a technical college, school district, or educational service
33 district who purchase insurance benefits through contracts with the
34 health care authority.

35 **Sec. 903.** 2007 c 522 s 912 (uncodified) is amended to read as
36 follows:

37 **COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION.** Collective

1 bargaining agreements negotiated as part of the super coalition under
2 chapter 41.80 RCW include employer contributions to health insurance
3 premiums at 88% of the cost. Funding rates at this level are currently
4 \$707 per month for fiscal year 2008 and (~~(\$732)~~) \$561 per month for
5 fiscal year 2009. The agreements also include a one-time payment of
6 \$756 for each employee who is eligible for insurance for the month of
7 June 2007 and is covered by a 2007-2009 collective bargaining agreement
8 negotiated pursuant to chapter 41.80 RCW, and the continuation of the
9 salary increases that were negotiated for the twelve-month period
10 beginning July 1, 2006, and scheduled to terminate June 30, 2007.

11 NEW SECTION. **Sec. 904.** A new section is added to 2007 c 522
12 (uncodified) to read as follows:

13 **COMPENSATION--STATE EMPLOYEES--INSURANCE BENEFITS**

14	General Fund--State Appropriation (FY 2009)	(\$113,889,000)
15	Health Services Account--State	
16	Appropriation (FY 2009)	(\$467,000)
17	Public Safety and Education Account--	
18	State Appropriation (FY 2009)	(\$868,000)
19	Violence Reduction and Drug Enforcement Account--	
20	State Appropriation (FY 2009)	(\$26,000)
21	Water Quality Account--State	
22	Appropriation (FY 2009)	(\$274,000)
23	General Fund--Federal Appropriation	(\$16,948,000)
24	General Fund--Private/Local Appropriation	(\$1,834,000)
25	Dedicated Funds and Accounts Appropriation	(\$23,112,000)
26	TOTAL APPROPRIATION	(\$157,418,000)

27 The appropriations in this section are subject to the following
28 conditions and limitations: The appropriations are provided solely for
29 the insurance premium rate reductions to state agencies, including
30 institutions of higher education, in sections 901, 902, and 903 of this
31 act, in accordance with LEAP document number H01 - 2008.

32 **Sec. 905.** 2007 c 522 s 913 (uncodified) is amended to read as
33 follows:

34 **ACROSS THE BOARD SALARY ADJUSTMENTS.** Appropriations for state
35 agency nonrepresented employee compensation adjustments in this act are
36 sufficient for across the board adjustments.

1 (1) Appropriations are for a 3.2 percent salary increase effective
2 September 1, 2007, for all classified employees, except those
3 represented by a collective bargaining unit under chapters 41.80,
4 41.56, and 47.64 RCW, and except the certificated employees of the
5 state schools for the deaf and blind and employees of community and
6 technical colleges covered by the provisions of Initiative Measure No.
7 732. Also included are employees in the Washington management service,
8 and exempt employees under the jurisdiction of the director of
9 personnel.

10 The appropriations are also sufficient to fund a 3.2 percent salary
11 increase effective September 1, 2007, for executive, legislative, and
12 judicial branch employees exempt from merit system rules whose maximum
13 salaries are not set by the commission on salaries for elected
14 officials.

15 (2) Appropriations are for a 2.0 percent salary increase effective
16 September 1, 2008, for all classified employees, except those
17 represented by a collective bargaining unit under chapters 41.80,
18 41.56, and 47.64 RCW, and except for the certificated employees of the
19 state schools of the deaf and blind and employees of community and
20 technical colleges covered by the provisions of Initiative Measure No.
21 732. Also included are employees in the Washington management service,
22 and exempt employees under the jurisdiction of the director of
23 personnel. The appropriations are also sufficient to fund a 2.0
24 percent salary increase effective September 1, 2008, for executive,
25 legislative, and judicial branch employees exempt from merit system
26 rules whose maximum salaries are not set by the commission on salaries
27 for elected officials.

28 (3) No salary increase may be paid under this section to any person
29 whose salary has been Y-rated pursuant to rules adopted by the director
30 of personnel.

31 NEW SECTION. Sec. 906. A new section is added to 2007 c 522
32 (uncodified) to read as follows:

33 **SUPPLEMENTAL COLLECTIVE BARGAINING AGREEMENT--TEAMSTERS.**

34 Appropriations in this act reflect the supplemental collective
35 bargaining agreement reached between the governor and the brotherhood
36 of teamsters under the provisions of chapter 41.80 RCW. Select
37 classifications will receive wage increases effective July 1, 2008, to

1 address recruitment and retention issues. Select employees covered
2 under this supplemental agreement will receive targeted increases to
3 the base salary and/or increases relating to assignment in a specific
4 geographic work location. These provisions are in addition to the
5 general terms of the collective bargaining agreement effective July 1,
6 2007.

7 NEW SECTION. **Sec. 907.** A new section is added to 2007 c 522
8 (uncodified) to read as follows:

9 **FOR THE WASHINGTON STATE GAMBLING COMMISSION--GAMBLING REVOLVING**
10 **FUND.**

11 The gambling revolving fund may incur a cash deficit of up to
12 \$1,000,000, pursuant to RCW 43.88.050, for fiscal year 2009 in
13 anticipation of payments of forfeiture revenue from the federal
14 government.

15 **Sec. 908.** RCW 28B.105.110 and 2007 c 214 s 11 are each amended to
16 read as follows:

17 (1) The GET ready for math and science scholarship account is
18 created in the custody of the state treasurer.

19 (2) The board shall deposit into the account all money received for
20 the GET ready for math and science scholarship program from
21 appropriations and private sources. The account shall be
22 self-sustaining.

23 (3) Expenditures from the account shall be used for scholarships to
24 eligible students and for purchases of GET units. Purchased GET units
25 shall be owned and held in trust by the board. Expenditures from the
26 account shall be an equal match of state appropriations and private
27 funds raised by the program administrator. During the 2007-09 fiscal
28 biennium, expenditures from the account not to exceed five percent of
29 the amount contributed from private sources and the corresponding
30 amount of state matching funds shall be paid to the program
31 administrator to carry out the provisions of RCW 28B.105.090.

32 (4) With the exception of the operating costs associated with the
33 management of the account by the treasurer's office as authorized in
34 chapter 43.79A RCW, the account shall be credited with all investment
35 income earned by the account.

1 (5) Disbursements from the account are exempt from appropriations
2 and the allotment provisions of chapter 43.88 RCW.

3 (6) Disbursements from the account shall be made only on the
4 authorization of the board.

5 **Sec. 909.** RCW 38.52.106 and 2003 1st sp.s. c 25 s 913 are each
6 amended to read as follows:

7 The Nisqually earthquake account is created in the state treasury.
8 Moneys may be placed in the account from tax revenues, budget transfers
9 or appropriations, federal appropriations, gifts, or any other lawful
10 source. Moneys in the account may be spent only after appropriation.
11 Moneys in the account shall be used only to support state and local
12 government disaster response and recovery efforts associated with the
13 Nisqually earthquake. During the 2003-2005 fiscal biennium, the
14 legislature may transfer moneys from the Nisqually earthquake account
15 to the disaster response account for fire suppression and mobilization
16 costs. During the 2007-2009 fiscal biennium, moneys in the account may
17 also be used to support disaster response and recovery efforts
18 associated with flood and storm damage.

19 **Sec. 910.** RCW 41.45.230 and 2006 c 56 s 1 are each amended to read
20 as follows:

21 The pension funding stabilization account is created in the state
22 treasury. Moneys in the account may be spent only after appropriation.
23 Expenditures from the account may be used only for payment of state
24 government employer contributions for members of the public employees'
25 retirement system, the teachers' retirement system, the school
26 employees' retirement system, and the public safety employees'
27 retirement system. During the 2007-09 fiscal biennium, expenditures
28 from the account may also be used for payment of the retirement and
29 annuity plans for higher education employees and for transfer into the
30 general fund. The account may not be used to pay for any new benefit
31 or for any benefit increase that takes effect after July 1, 2005. An
32 increase that is provided in accordance with a formula that is in
33 existence on July 1, 2005, is not considered a benefit increase for
34 this purpose. Moneys in the account shall be for the exclusive use of
35 the specified retirement systems and invested by the state investment
36 board pursuant to RCW 43.33A.030 and 43.33A.170. For purposes of RCW

1 43.135.035, expenditures from the pension funding stabilization account
2 shall not be considered a state program cost shift from the state
3 general fund to another account.

4 **Sec. 911.** RCW 43.08.190 and 2005 c 518 s 925 are each amended to
5 read as follows:

6 There is hereby created a fund within the state treasury to be
7 known as the "state treasurer's service fund." Such fund shall be used
8 solely for the payment of costs and expenses incurred in the operation
9 and administration of the state treasurer's office.

10 Moneys shall be allocated monthly and placed in the state
11 treasurer's service fund equivalent to a maximum of one percent of the
12 trust and treasury average daily cash balances from the earnings
13 generated under the authority of RCW 43.79A.040 and 43.84.080 other
14 than earnings generated from investment of balances in funds and
15 accounts specified in RCW 43.79A.040 or 43.84.092(4)((~~b~~)). The
16 allocation shall precede the distribution of the remaining earnings as
17 prescribed under RCW 43.79A.040 and 43.84.092. The state treasurer
18 shall establish a uniform allocation rate based on the appropriations
19 for the treasurer's office.

20 During the ((2005-2007)) 2007-2009 fiscal biennium, the legislature
21 may transfer from the state treasurer's service fund to the state
22 general fund such amounts as reflect the excess fund balance of the
23 fund.

24 **Sec. 912.** RCW 43.330.250 and 2005 c 427 s 1 are each amended to
25 read as follows:

26 (1) The economic development strategic reserve account is created
27 in the state treasury to be used only for the purposes of this section.

28 (2) Only the governor, with the recommendation of the director of
29 the department of community, trade, and economic development and the
30 economic development commission, may authorize expenditures from the
31 account.

32 (3) Expenditures from the account shall be made in an amount
33 sufficient to fund a minimum of one staff position for the economic
34 development commission and to cover any other operational costs of the
35 commission.

1 (4) During the 2007-2009 fiscal biennium, moneys in the account may
2 also be transferred into the state general fund.

3 (5) Expenditures from the account may be made to prevent closure of
4 a business or facility, to prevent relocation of a business or facility
5 in the state to a location outside the state, or to recruit a business
6 or facility to the state. Expenditures may be authorized for:

7 (a) Workforce development;

8 (b) Public infrastructure needed to support or sustain the
9 operations of the business or facility; and

10 (c) Other lawfully provided assistance, including, but not limited
11 to, technical assistance, environmental analysis, relocation
12 assistance, and planning assistance. Funding may be provided for such
13 assistance only when it is in the public interest and may only be
14 provided under a contractual arrangement ensuring that the state will
15 receive appropriate consideration, such as an assurance of job creation
16 or retention.

17 (~~(5)~~) (6) The funds shall not be expended from the account
18 unless:

19 (a) The circumstances are such that time does not permit the
20 director of the department of community, trade, and economic
21 development or the business or facility to secure funding from other
22 state sources;

23 (b) The business or facility produces or will produce significant
24 long-term economic benefits to the state, a region of the state, or a
25 particular community in the state;

26 (c) The business or facility does not require continuing state
27 support;

28 (d) The expenditure will result in new jobs, job retention, or
29 higher incomes for citizens of the state;

30 (e) The expenditure will not supplant private investment; and

31 (f) The expenditure is accompanied by private investment.

32 (~~(6)~~) (7) No more than three million dollars per year may be
33 expended from the account for the purpose of assisting an individual
34 business or facility pursuant to the authority specified in this
35 section.

36 (~~(7)~~) (8) If the account balance in the strategic reserve account
37 exceeds fifteen million dollars at any time, the amount in excess of

1 fifteen million dollars shall be transferred to the education
2 construction account.

3 **Sec. 913.** RCW 50.16.010 and 2007 c 327 s 4 are each amended to
4 read as follows:

5 (1) There shall be maintained as special funds, separate and apart
6 from all public moneys or funds of this state an unemployment
7 compensation fund, an administrative contingency fund, and a federal
8 interest payment fund, which shall be administered by the commissioner
9 exclusively for the purposes of this title, and to which RCW 43.01.050
10 shall not be applicable.

11 (2)(a) The unemployment compensation fund shall consist of:

12 (i) All contributions collected under RCW 50.24.010 and payments in
13 lieu of contributions collected pursuant to the provisions of this
14 title;

15 (ii) Any property or securities acquired through the use of moneys
16 belonging to the fund;

17 (iii) All earnings of such property or securities;

18 (iv) Any moneys received from the federal unemployment account in
19 the unemployment trust fund in accordance with Title XII of the social
20 security act, as amended;

21 (v) All money recovered on official bonds for losses sustained by
22 the fund;

23 (vi) All money credited to this state's account in the unemployment
24 trust fund pursuant to section 903 of the social security act, as
25 amended;

26 (vii) All money received from the federal government as
27 reimbursement pursuant to section 204 of the federal-state extended
28 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304); and

29 (viii) All moneys received for the fund from any other source.

30 (b) All moneys in the unemployment compensation fund shall be
31 commingled and undivided.

32 (3)(a) Except as provided in (b) of this subsection, the
33 administrative contingency fund shall consist of:

34 (i) All interest on delinquent contributions collected pursuant to
35 this title;

36 (ii) All fines and penalties collected pursuant to the provisions
37 of this title;

1 (iii) All sums recovered on official bonds for losses sustained by
2 the fund; and

3 (iv) Revenue received under RCW 50.24.014.

4 (b) All fees, fines, forfeitures, and penalties collected or
5 assessed by a district court because of the violation of this title or
6 rules adopted under this title shall be remitted as provided in chapter
7 3.62 RCW.

8 (c) During the 2007-2009 biennium, moneys available in the
9 administrative contingency fund, other than money in the special
10 account created under RCW 50.24.014(1)(a), shall be expended as
11 appropriated by the legislature for the (i) cost of the job skills
12 program at the community and technical colleges and (ii) reemployment
13 services such as business and project development assistance, local
14 economic development capacity building, and local economic development
15 financial assistance at the department of community, trade, and
16 economic development, and the remaining appropriation upon the
17 direction of the commissioner, with the approval of the governor,
18 whenever it appears to him or her that such expenditure is necessary
19 solely for:

20 (i) The proper administration of this title and that insufficient
21 federal funds are available for the specific purpose to which such
22 expenditure is to be made, provided, the moneys are not substituted for
23 appropriations from federal funds which, in the absence of such moneys,
24 would be made available.

25 (ii) The proper administration of this title for which purpose
26 appropriations from federal funds have been requested but not yet
27 received, provided, the administrative contingency fund will be
28 reimbursed upon receipt of the requested federal appropriation.

29 (iii) The proper administration of this title for which compliance
30 and audit issues have been identified that establish federal claims
31 requiring the expenditure of state resources in resolution. Claims
32 must be resolved in the following priority: First priority is to
33 provide services to eligible participants within the state; second
34 priority is to provide substitute services or program support; and last
35 priority is the direct payment of funds to the federal government.

36 Money in the special account created under RCW 50.24.014(1)(a) may
37 only be expended, after appropriation, for the purposes specified in

1 this section and RCW 50.62.010, 50.62.020, 50.62.030, 50.24.014,
2 50.44.053, and 50.22.010.

3 **Sec. 914.** RCW 67.40.040 and 2007 c 228 s 106 are each amended to
4 read as follows:

5 (1) The proceeds from the sale of the bonds authorized in RCW
6 67.40.030, proceeds of the taxes imposed under RCW 67.40.090 and
7 67.40.130, and all other moneys received by the state convention and
8 trade center from any public or private source which are intended to
9 fund the acquisition, design, construction, expansion, exterior cleanup
10 and repair of the Eagles building, conversion of various retail and
11 other space to meeting rooms, purchase of the land and building known
12 as the McKay Parcel, development of low-income housing, or renovation
13 of the center, and those expenditures authorized under RCW 67.40.170
14 shall be deposited in the state convention and trade center account
15 hereby created in the state treasury and in such subaccounts as are
16 deemed appropriate by the directors of the corporation.

17 (2) Moneys in the account, including unanticipated revenues under
18 RCW 43.79.270, shall be used exclusively for the following purposes in
19 the following priority:

20 (a) For reimbursement of the state general fund under RCW
21 67.40.060;

22 (b) After appropriation by statute:

23 (i) For payment of expenses incurred in the issuance and sale of
24 the bonds issued under RCW 67.40.030;

25 (ii) For expenditures authorized in RCW 67.40.170, and during the
26 2007-2009 biennium, the legislature may transfer from the state
27 convention and trade center account to the general fund such amounts as
28 reflect the excess fund balance in the account;

29 (iii) For acquisition, design, and construction of the state
30 convention and trade center;

31 (iv) For debt service for the acquisition, design, and construction
32 and retrofit of the museum of history and industry museum property or
33 other future expansions of the convention center as approved by the
34 legislature; and

35 (v) For reimbursement of any expenditures from the state general
36 fund in support of the state convention and trade center; and

1 (c) For transfer to the state convention and trade center
2 operations account.

3 (3) The corporation shall identify with specificity those
4 facilities of the state convention and trade center that are to be
5 financed with proceeds of general obligation bonds, the interest on
6 which is intended to be excluded from gross income for federal income
7 tax purposes. The corporation shall not permit the extent or manner of
8 private business use of those bond-financed facilities to be
9 inconsistent with treatment of such bonds as governmental bonds under
10 applicable provisions of the Internal Revenue Code of 1986, as amended.

11 (4) In order to ensure consistent treatment of bonds authorized
12 under RCW 67.40.030 with applicable provisions of the Internal Revenue
13 Code of 1986, as amended, and notwithstanding RCW 43.84.092, investment
14 earnings on bond proceeds deposited in the state convention and trade
15 center account in the state treasury shall be retained in the account,
16 and shall be expended by the corporation for the purposes authorized
17 under chapter 386, Laws of 1995 and in a manner consistent with
18 applicable provisions of the Internal Revenue Code of 1986, as amended.

19 (5) Subject to the conditions in subsection (6) of this section,
20 starting in fiscal year 2008, the state treasurer shall transfer:

21 (a) The sum of four million dollars, or as much as may be available
22 pursuant to conditions set forth in this section, from the state
23 convention and trade center account to the tourism enterprise account,
24 with the maximum transfer being four million dollars per fiscal year;
25 and

26 (b) The sum of five hundred thousand dollars, or as much as may be
27 available pursuant to conditions set forth in this section, from the
28 state convention and trade center account to the tourism development
29 and promotion account, with the maximum transfer being five hundred
30 thousand dollars per fiscal year.

31 (6)(a) Funds required for debt service payments and reserves for
32 bonds issued under RCW 67.40.030; for debt service authorized under RCW
33 67.40.170; and for the issuance and sale of financial instruments
34 associated with the acquisition, design, construction, and retrofit of
35 the museum of history and industry museum property or for other future
36 expansions of the center, as approved by the legislature, shall be
37 maintained within the state convention and trade center account.

1 (b) No less than six million one hundred fifty thousand dollars per
2 year shall be retained in the state convention and trade center account
3 for funding capital maintenance as required by the center's long-term
4 capital plan, facility enhancements, unanticipated replacements, and
5 operating reserves for the convention center operation. This amount
6 shall be escalated annually as follows:

7 (i) Four percent for annual inflation for capital maintenance,
8 repairs, and replacement;

9 (ii) An additional two percent for enhancement to the facility; and

10 (iii) An additional three percent for growth in expenditure due to
11 aging of the facility and the need to maintain an operating reserve.

12 (c) Sufficient funds shall be reserved within the state convention
13 and trade center account to fund operating appropriations for the
14 annual operation of the convention center.

15 **Sec. 915.** RCW 69.50.520 and 2005 c 518 s 937, 2005 c 514 s 1107,
16 and 2005 c 514 s 202 are each reenacted and amended to read as follows:

17 The violence reduction and drug enforcement account is created in
18 the state treasury. All designated receipts from RCW 9.41.110(8),
19 66.24.210(4), 66.24.290(2), 69.50.505(9)(a), 82.08.150 (5) and
20 (7)(b)(iii), 82.24.020(2), 82.24.026(2)(c), 82.64.020, and section 420,
21 chapter 271, Laws of 1989 shall be deposited into the account.
22 Expenditures from the account may be used only for funding services and
23 programs under chapter 271, Laws of 1989 and chapter 7, Laws of 1994
24 sp. sess., including state incarceration costs. Funds from the account
25 may also be appropriated to reimburse local governments for costs
26 associated with implementing criminal justice legislation including
27 chapter 338, Laws of 1997. During the 2003-2005 (~~and~~), 2005-2007,
28 and 2007-2009 bienniums, funds from the account may also be used for
29 costs associated with providing grants to local governments in
30 accordance with chapter 338, Laws of 1997, funding drug offender
31 treatment services in accordance with RCW 70.96A.350, maintenance and
32 operating costs of the Washington association of sheriffs and police
33 chiefs jail reporting system, maintenance and operating costs of the
34 juvenile rehabilitation administration's client activity tracking
35 system, civil indigent legal representation, multijurisdictional
36 narcotics task forces, transfers to the health services account, and

1 grants to community networks under chapter 70.190 RCW by the family
2 policy council.

3 **Sec. 916.** RCW 70.105D.070 and 2007 c 341 s 30 are each amended to
4 read as follows:

5 (1) The state toxics control account and the local toxics control
6 account are hereby created in the state treasury.

7 (2) The following moneys shall be deposited into the state toxics
8 control account: (a) Those revenues which are raised by the tax
9 imposed under RCW 82.21.030 and which are attributable to that portion
10 of the rate equal to thirty-three one-hundredths of one percent; (b)
11 the costs of remedial actions recovered under this chapter or chapter
12 70.105A RCW; (c) penalties collected or recovered under this chapter;
13 and (d) any other money appropriated or transferred to the account by
14 the legislature. Moneys in the account may be used only to carry out
15 the purposes of this chapter, including but not limited to the
16 following activities:

17 (i) The state's responsibility for hazardous waste planning,
18 management, regulation, enforcement, technical assistance, and public
19 education required under chapter 70.105 RCW;

20 (ii) The state's responsibility for solid waste planning,
21 management, regulation, enforcement, technical assistance, and public
22 education required under chapter 70.95 RCW;

23 (iii) The hazardous waste cleanup program required under this
24 chapter;

25 (iv) State matching funds required under the federal cleanup law;

26 (v) Financial assistance for local programs in accordance with
27 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

28 (vi) State government programs for the safe reduction, recycling,
29 or disposal of hazardous wastes from households, small businesses, and
30 agriculture;

31 (vii) Hazardous materials emergency response training;

32 (viii) Water and environmental health protection and monitoring
33 programs;

34 (ix) Programs authorized under chapter 70.146 RCW;

35 (x) A public participation program, including regional citizen
36 advisory committees;

1 (xi) Public funding to assist potentially liable persons to pay for
2 the costs of remedial action in compliance with cleanup standards under
3 RCW 70.105D.030(2)(e) but only when the amount and terms of such
4 funding are established under a settlement agreement under RCW
5 70.105D.040(4) and when the director has found that the funding will
6 achieve both (A) a substantially more expeditious or enhanced cleanup
7 than would otherwise occur, and (B) the prevention or mitigation of
8 unfair economic hardship; and

9 (xii) Development and demonstration of alternative management
10 technologies designed to carry out the top two hazardous waste
11 management priorities of RCW 70.105.150.

12 (3) The following moneys shall be deposited into the local toxics
13 control account: Those revenues which are raised by the tax imposed
14 under RCW 82.21.030 and which are attributable to that portion of the
15 rate equal to thirty-seven one-hundredths of one percent.

16 (a) Moneys deposited in the local toxics control account shall be
17 used by the department for grants or loans to local governments for the
18 following purposes in descending order of priority:

19 (i) Remedial actions;

20 (ii) Hazardous waste plans and programs under chapter 70.105 RCW;

21 (iii) Solid waste plans and programs under chapters 70.95, 70.95C,
22 70.95I, and 70.105 RCW;

23 (iv) Funds for a program to assist in the assessment and cleanup of
24 sites of methamphetamine production, but not to be used for the initial
25 containment of such sites, consistent with the responsibilities and
26 intent of RCW 69.50.511; and

27 (v) Cleanup and disposal of hazardous substances from abandoned or
28 derelict vessels, defined for the purposes of this section as vessels
29 that have little or no value and either have no identified owner or
30 have an identified owner lacking financial resources to clean up and
31 dispose of the vessel, that pose a threat to human health or the
32 environment.

33 (b) Funds for plans and programs shall be allocated consistent with
34 the priorities and matching requirements established in chapters
35 70.105, 70.95C, 70.95I, and 70.95 RCW, except that any applicant that
36 is a Puget Sound partner, as defined in RCW 90.71.010, along with any
37 project that is referenced in the action agenda developed by the Puget
38 Sound partnership under RCW 90.71.310, shall, except as conditioned by

1 RCW 70.105D.120, receive priority for any available funding for any
2 grant or funding programs or sources that use a competitive bidding
3 process.

4 (c) Funds may also be appropriated to the department of health to
5 implement programs to reduce testing requirements under the federal
6 safe drinking water act for public water systems. The department of
7 health shall reimburse the account from fees assessed under RCW
8 70.119A.115 by June 30, 1995.

9 (4) Except for unanticipated receipts under RCW 43.79.260 through
10 43.79.282, moneys in the state and local toxics control accounts may be
11 spent only after appropriation by statute.

12 (5) One percent of the moneys deposited into the state and local
13 toxics control accounts shall be allocated only for public
14 participation grants to persons who may be adversely affected by a
15 release or threatened release of a hazardous substance and to not-for-
16 profit public interest organizations. The primary purpose of these
17 grants is to facilitate the participation by persons and organizations
18 in the investigation and remedying of releases or threatened releases
19 of hazardous substances and to implement the state's solid and
20 hazardous waste management priorities. However, during the 1999-2001
21 fiscal biennium, funding may not be granted to entities engaged in
22 lobbying activities, and applicants may not be awarded grants if their
23 cumulative grant awards under this section exceed two hundred thousand
24 dollars. No grant may exceed sixty thousand dollars. Grants may be
25 renewed annually. Moneys appropriated for public participation from
26 either account which are not expended at the close of any biennium
27 shall revert to the state toxics control account.

28 (6) No moneys deposited into either the state or local toxics
29 control account may be used for solid waste incinerator feasibility
30 studies, construction, maintenance, or operation, or, after January 1,
31 2010, for projects designed to address the restoration of Puget Sound,
32 funded in a competitive grant process, that are in conflict with the
33 action agenda developed by the Puget Sound partnership under RCW
34 90.71.310.

35 (7) The department shall adopt rules for grant or loan issuance and
36 performance.

37 (8) During the 2007-2009 fiscal biennium, the local toxics control
38 account may also be used for a standby rescue tug at Neah Bay.

1 **Sec. 917.** RCW 70.105D.070 and 2007 c 446 s 2 are each amended to
2 read as follows:

3 (1) The state toxics control account and the local toxics control
4 account are hereby created in the state treasury.

5 (2) The following moneys shall be deposited into the state toxics
6 control account: (a) Those revenues which are raised by the tax
7 imposed under RCW 82.21.030 and which are attributable to that portion
8 of the rate equal to thirty-three one-hundredths of one percent; (b)
9 the costs of remedial actions recovered under this chapter or chapter
10 70.105A RCW; (c) penalties collected or recovered under this chapter;
11 and (d) any other money appropriated or transferred to the account by
12 the legislature. Moneys in the account may be used only to carry out
13 the purposes of this chapter, including but not limited to the
14 following activities:

15 (i) The state's responsibility for hazardous waste planning,
16 management, regulation, enforcement, technical assistance, and public
17 education required under chapter 70.105 RCW;

18 (ii) The state's responsibility for solid waste planning,
19 management, regulation, enforcement, technical assistance, and public
20 education required under chapter 70.95 RCW;

21 (iii) The hazardous waste cleanup program required under this
22 chapter;

23 (iv) State matching funds required under the federal cleanup law;

24 (v) Financial assistance for local programs in accordance with
25 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

26 (vi) State government programs for the safe reduction, recycling,
27 or disposal of hazardous wastes from households, small businesses, and
28 agriculture;

29 (vii) Hazardous materials emergency response training;

30 (viii) Water and environmental health protection and monitoring
31 programs;

32 (ix) Programs authorized under chapter 70.146 RCW;

33 (x) A public participation program, including regional citizen
34 advisory committees;

35 (xi) Public funding to assist potentially liable persons to pay for
36 the costs of remedial action in compliance with cleanup standards under
37 RCW 70.105D.030(2)(e) but only when the amount and terms of such
38 funding are established under a settlement agreement under RCW

1 70.105D.040(4) and when the director has found that the funding will
2 achieve both (A) a substantially more expeditious or enhanced cleanup
3 than would otherwise occur, and (B) the prevention or mitigation of
4 unfair economic hardship; and

5 (xii) Development and demonstration of alternative management
6 technologies designed to carry out the hazardous waste management
7 priorities of RCW 70.105.150.

8 (3) The following moneys shall be deposited into the local toxics
9 control account: Those revenues which are raised by the tax imposed
10 under RCW 82.21.030 and which are attributable to that portion of the
11 rate equal to thirty-seven one-hundredths of one percent.

12 (a) Moneys deposited in the local toxics control account shall be
13 used by the department for grants or loans to local governments for the
14 following purposes in descending order of priority: (i) Remedial
15 actions; (ii) hazardous waste plans and programs under chapter 70.105
16 RCW; (iii) solid waste plans and programs under chapters 70.95, 70.95C,
17 70.95I, and 70.105 RCW; (iv) funds for a program to assist in the
18 assessment and cleanup of sites of methamphetamine production, but not
19 to be used for the initial containment of such sites, consistent with
20 the responsibilities and intent of RCW 69.50.511; and (v) cleanup and
21 disposal of hazardous substances from abandoned or derelict vessels
22 that pose a threat to human health or the environment. For purposes of
23 this subsection (3)(a)(v), "abandoned or derelict vessels" means
24 vessels that have little or no value and either have no identified
25 owner or have an identified owner lacking financial resources to clean
26 up and dispose of the vessel. Funds for plans and programs shall be
27 allocated consistent with the priorities and matching requirements
28 established in chapters 70.105, 70.95C, 70.95I, and 70.95 RCW. During
29 the 1999-2001 fiscal biennium, moneys in the account may also be used
30 for the following activities: Conducting a study of whether dioxins
31 occur in fertilizers, soil amendments, and soils; reviewing
32 applications for registration of fertilizers; and conducting a study of
33 plant uptake of metals. During the 2005-2007 fiscal biennium, the
34 legislature may transfer from the local toxics control account to the
35 state toxics control account such amounts as specified in the omnibus
36 capital budget bill. During the 2005-2007 fiscal biennium, moneys in
37 the account may also be used for grants to local governments to

1 retrofit public sector diesel equipment and for storm water planning
2 and implementation activities.

3 (b) Funds may also be appropriated to the department of health to
4 implement programs to reduce testing requirements under the federal
5 safe drinking water act for public water systems. The department of
6 health shall reimburse the account from fees assessed under RCW
7 70.119A.115 by June 30, 1995.

8 (c) To expedite cleanups throughout the state, the department shall
9 partner with local communities and liable parties for cleanups. The
10 department is authorized to use the following additional strategies in
11 order to ensure a healthful environment for future generations:

12 (i) The director may alter grant-matching requirements to create
13 incentives for local governments to expedite cleanups when one of the
14 following conditions exists:

15 (A) Funding would prevent or mitigate unfair economic hardship
16 imposed by the clean-up liability;

17 (B) Funding would create new substantial economic development,
18 public recreational, or habitat restoration opportunities that would
19 not otherwise occur; or

20 (C) Funding would create an opportunity for acquisition and
21 redevelopment of vacant, orphaned, or abandoned property under RCW
22 70.105D.040(5) that would not otherwise occur;

23 (ii) The use of outside contracts to conduct necessary studies;

24 (iii) The purchase of remedial action cost-cap insurance, when
25 necessary to expedite multiparty clean-up efforts.

26 (4) Except for unanticipated receipts under RCW 43.79.260 through
27 43.79.282, moneys in the state and local toxics control accounts may be
28 spent only after appropriation by statute.

29 (5) One percent of the moneys deposited into the state and local
30 toxics control accounts shall be allocated only for public
31 participation grants to persons who may be adversely affected by a
32 release or threatened release of a hazardous substance and to not-for-
33 profit public interest organizations. The primary purpose of these
34 grants is to facilitate the participation by persons and organizations
35 in the investigation and remedying of releases or threatened releases
36 of hazardous substances and to implement the state's solid and
37 hazardous waste management priorities. However, during the 1999-2001
38 fiscal biennium, funding may not be granted to entities engaged in

1 lobbying activities, and applicants may not be awarded grants if their
2 cumulative grant awards under this section exceed two hundred thousand
3 dollars. No grant may exceed sixty thousand dollars. Grants may be
4 renewed annually. Moneys appropriated for public participation from
5 either account which are not expended at the close of any biennium
6 shall revert to the state toxics control account.

7 (6) No moneys deposited into either the state or local toxics
8 control account may be used for solid waste incinerator feasibility
9 studies, construction, maintenance, or operation.

10 (7) The department shall adopt rules for grant or loan issuance and
11 performance.

12 (8) During the 2005-2007 fiscal biennium, the legislature may
13 transfer from the state toxics control account to the water quality
14 account such amounts as reflect the excess fund balance of the fund.

15 (9) During the 2007-2009 fiscal biennium, the local toxics control
16 account may also be used for a standby rescue tug at Neah Bay.

17 **Sec. 918.** RCW 70.105D.070 and 2007 c 522 s 954 and 2007 c 520 s
18 6033 are each reenacted and amended to read as follows:

19 (1) The state toxics control account and the local toxics control
20 account are hereby created in the state treasury.

21 (2) The following moneys shall be deposited into the state toxics
22 control account: (a) Those revenues which are raised by the tax
23 imposed under RCW 82.21.030 and which are attributable to that portion
24 of the rate equal to thirty-three one-hundredths of one percent; (b)
25 the costs of remedial actions recovered under this chapter or chapter
26 70.105A RCW; (c) penalties collected or recovered under this chapter;
27 and (d) any other money appropriated or transferred to the account by
28 the legislature. Moneys in the account may be used only to carry out
29 the purposes of this chapter, including but not limited to the
30 following activities:

31 (i) The state's responsibility for hazardous waste planning,
32 management, regulation, enforcement, technical assistance, and public
33 education required under chapter 70.105 RCW;

34 (ii) The state's responsibility for solid waste planning,
35 management, regulation, enforcement, technical assistance, and public
36 education required under chapter 70.95 RCW;

1 (iii) The hazardous waste cleanup program required under this
2 chapter;

3 (iv) State matching funds required under the federal cleanup law;

4 (v) Financial assistance for local programs in accordance with
5 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

6 (vi) State government programs for the safe reduction, recycling,
7 or disposal of hazardous wastes from households, small businesses, and
8 agriculture;

9 (vii) Hazardous materials emergency response training;

10 (viii) Water and environmental health protection and monitoring
11 programs;

12 (ix) Programs authorized under chapter 70.146 RCW;

13 (x) A public participation program, including regional citizen
14 advisory committees;

15 (xi) Public funding to assist potentially liable persons to pay for
16 the costs of remedial action in compliance with cleanup standards under
17 RCW 70.105D.030(2)(e) but only when the amount and terms of such
18 funding are established under a settlement agreement under RCW
19 70.105D.040(4) and when the director has found that the funding will
20 achieve both (A) a substantially more expeditious or enhanced cleanup
21 than would otherwise occur, and (B) the prevention or mitigation of
22 unfair economic hardship; and

23 (xii) Development and demonstration of alternative management
24 technologies designed to carry out the top two hazardous waste
25 management priorities of RCW 70.105.150.

26 (3) The following moneys shall be deposited into the local toxics
27 control account: Those revenues which are raised by the tax imposed
28 under RCW 82.21.030 and which are attributable to that portion of the
29 rate equal to thirty-seven one-hundredths of one percent.

30 (a) Moneys deposited in the local toxics control account shall be
31 used by the department for grants or loans to local governments for the
32 following purposes in descending order of priority: (i) Remedial
33 actions; (ii) hazardous waste plans and programs under chapter 70.105
34 RCW; (iii) solid waste plans and programs under chapters 70.95, 70.95C,
35 70.95I, and 70.105 RCW; (iv) funds for a program to assist in the
36 assessment and cleanup of sites of methamphetamine production, but not
37 to be used for the initial containment of such sites, consistent with
38 the responsibilities and intent of RCW 69.50.511; and (v) cleanup and

1 disposal of hazardous substances from abandoned or derelict vessels
2 that pose a threat to human health or the environment. For purposes of
3 this subsection (3)(a)(v), "abandoned or derelict vessels" means
4 vessels that have little or no value and either have no identified
5 owner or have an identified owner lacking financial resources to clean
6 up and dispose of the vessel. Funds for plans and programs shall be
7 allocated consistent with the priorities and matching requirements
8 established in chapters 70.105, 70.95C, 70.95I, and 70.95 RCW. During
9 the 1999-2001 fiscal biennium, moneys in the account may also be used
10 for the following activities: Conducting a study of whether dioxins
11 occur in fertilizers, soil amendments, and soils; reviewing
12 applications for registration of fertilizers; and conducting a study of
13 plant uptake of metals. During the 2005-2007 fiscal biennium, the
14 legislature may transfer from the local toxics control account to the
15 state toxics control account such amounts as specified in the omnibus
16 capital budget bill. During the 2007-2009 fiscal biennium, moneys in
17 the account may also be used for grants to local governments to
18 retrofit public sector diesel equipment and for storm water planning
19 and implementation activities.

20 (b) Funds may also be appropriated to the department of health to
21 implement programs to reduce testing requirements under the federal
22 safe drinking water act for public water systems. The department of
23 health shall reimburse the account from fees assessed under RCW
24 70.119A.115 by June 30, 1995.

25 (4) Except for unanticipated receipts under RCW 43.79.260 through
26 43.79.282, moneys in the state and local toxics control accounts may be
27 spent only after appropriation by statute.

28 (5) One percent of the moneys deposited into the state and local
29 toxics control accounts shall be allocated only for public
30 participation grants to persons who may be adversely affected by a
31 release or threatened release of a hazardous substance and to not-for-
32 profit public interest organizations. The primary purpose of these
33 grants is to facilitate the participation by persons and organizations
34 in the investigation and remedying of releases or threatened releases
35 of hazardous substances and to implement the state's solid and
36 hazardous waste management priorities. However, during the 1999-2001
37 fiscal biennium, funding may not be granted to entities engaged in
38 lobbying activities, and applicants may not be awarded grants if their

1 cumulative grant awards under this section exceed two hundred thousand
2 dollars. No grant may exceed sixty thousand dollars. Grants may be
3 renewed annually. Moneys appropriated for public participation from
4 either account which are not expended at the close of any biennium
5 shall revert to the state toxics control account.

6 (6) No moneys deposited into either the state or local toxics
7 control account may be used for solid waste incinerator feasibility
8 studies, construction, maintenance, or operation.

9 (7) The department shall adopt rules for grant or loan issuance and
10 performance.

11 (8) During the 2007-2009 fiscal biennium, the local toxics control
12 account may also be used for a standby rescue tug at Neah Bay.

13 **Sec. 919.** RCW 77.32.010 and 2006 c 57 s 1 are each amended to read
14 as follows:

15 (1) Except as otherwise provided in this chapter, a recreational
16 license issued by the director is required to hunt for or take wild
17 animals or wild birds, fish for, take, or harvest fish, shellfish, and
18 seaweed. A recreational fishing or shellfish license is not required
19 for carp, smelt, and crawfish, and a hunting license is not required
20 for bullfrogs.

21 (2) A permit issued by the department is required to park a motor
22 vehicle upon improved department access facilities.

23 (3) During the 2007-09 fiscal biennium to enable the implementation
24 of the pilot project established in section 307 of this act, a fishing
25 permit issued to a nontribal member by the Colville Tribes shall
26 satisfy the license requirements in subsection (1) of this section on
27 the waters of Lake Rufus Woods and on the north shore of Lake Rufus
28 Woods, and a Colville Tribes tribal member identification card shall
29 satisfy the license requirements in subsection (1) of this section on
30 all waters of Lake Rufus Woods.

31 **Sec. 920.** RCW 83.100.230 and 2005 c 514 s 1101 are each amended to
32 read as follows:

33 The education legacy trust account is created in the state
34 treasury. Money in the account may be spent only after appropriation.
35 Expenditures from the account may be used only for deposit into the
36 student achievement fund and for expanding access to higher education

1 through funding for new enrollments and financial aid, and other
2 educational improvement efforts. During the 2007-2009 fiscal biennium,
3 moneys in the account may also be transferred into the state general
4 fund.

5 **Sec. 921.** RCW 90.48.390 and 1991 sp.s. c 13 s 84 are each amended
6 to read as follows:

7 The coastal protection fund is established to be used by the
8 department as a revolving fund for carrying out the purposes of
9 restoration of natural resources under this chapter and chapter 90.56
10 RCW. To this fund there shall be credited penalties, fees, damages,
11 charges received pursuant to the provisions of this chapter and chapter
12 90.56 RCW, compensation for damages received under this chapter and
13 chapter 90.56 RCW, and an amount equivalent to one cent per gallon from
14 each marine use refund claim under RCW 82.36.330.

15 Moneys in the fund not needed currently to meet the obligations of
16 the department in the exercise of its powers, duties, and functions
17 under RCW 90.48.142, 90.48.366, 90.48.367, and 90.48.368 shall be
18 deposited with the state treasurer to the credit of the fund. During
19 the 2007-2009 fiscal biennium, the coastal protection fund may also be
20 used for a standby rescue tug at Neah Bay.

21 NEW SECTION. **Sec. 922.** If any provision of this act or its
22 application to any person or circumstance is held invalid, the
23 remainder of the act or the application of the provision to other
24 persons or circumstances is not affected.

25 NEW SECTION. **Sec. 923.** This act is necessary for the immediate
26 preservation of the public peace, health, or safety, or support of the
27 state government and its existing public institutions, and takes effect
28 immediately.

(End of part)

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ESHB 2687 - S COMM AMD
By Committee on Ways & Means

ADOPTED AND ENGROSSED 02/28/2008

1 On page 1, line 1 of the title, after "matters;" strike the
2 remainder of the title and insert "amending RCW 28B.105.110, 38.52.106,
3 41.45.230, 43.08.190, 43.330.250, 50.16.010, 67.40.040, 70.105D.070,
4 70.105D.070, 77.32.010, 83.100.230, and 90.48.390; reenacting and
5 amending RCW 69.50.520 and 70.105D.070; amending 2007 c 522 ss 101,
6 102, 103, 105, 106, 107, 109, 110, 111, 113, 114, 115, 116, 119, 122,
7 123, 125, 126, 127, 128, 129, 130, 131, 132, 135, 136, 137, 141, 142,

1 143, 147, 149, 150, 151, 152, 153, 154, 201, 202, 203, 204, 205, 206,
2 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220,
3 222, 223, 224, 225, 226, 301, 302, 303, 304, 305, 306, 307, 308, 309,
4 310, 311, 401, 402, 501, 502, 503, 504, 505, 507, 508, 509, 510, 511,
5 513, 514, 515, 516, 517, 519, 601, 602, 603, 604, 605, 606, 607, 608,
6 609, 610, 611, 612, 614, 615, 616, 618, 619, 701, 702, 703, 704, 705,
7 706, 716, 718, 719, 722, 1621, 728, 801, 805, 910, 911, 912, and 913
8 (uncodified); adding new sections to 2007 c 522 (uncodified); repealing
9 2007 c 522 s 713 (uncodified); making appropriations; and declaring an
10 emergency."

--- END ---