

ESSB 6002 - H AMD 812
By Representative Hunter

ADOPTED AS AMENDED 03/04/2014

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

3 "PART I
4 GENERAL GOVERNMENT

5 **Sec. 101.** 2013 2nd sp.s. c 4 s 101 (uncodified) is amended to read
6 as follows:

7 **FOR THE HOUSE OF REPRESENTATIVES**

8	General Fund--State Appropriation (FY 2014)	((\$30,789,000))
9		<u>\$30,923,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$31,075,000))
11		<u>\$31,207,000</u>
12	Motor Vehicle Account--State Appropriation	\$1,765,000
13	TOTAL APPROPRIATION	((\$63,629,000))
14		<u>\$63,895,000</u>

15 **Sec. 102.** 2013 2nd sp.s. c 4 s 102 (uncodified) is amended to read
16 as follows:

17 **FOR THE SENATE**

18	General Fund--State Appropriation (FY 2014)	((\$21,150,000))
19		<u>\$21,240,000</u>
20	General Fund--State Appropriation (FY 2015)	((\$23,405,000))
21		<u>\$23,495,000</u>
22	Motor Vehicle Account--State Appropriation	\$1,514,000
23	TOTAL APPROPRIATION	((\$46,069,000))
24		<u>\$46,249,000</u>

25 **Sec. 103.** 2013 2nd sp.s. c 4 s 103 (uncodified) is amended to read
26 as follows:

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

2	General Fund--State Appropriation (FY 2014)	\$62,000
3	General Fund--State Appropriation (FY 2015)	(\$111,000)
4		<u>\$113,000</u>
5	Performance Audits of Government Account--State	
6	Appropriation	\$5,641,000
7	Medical Aid Account--State Appropriation	\$332,000
8	Accident Account--State Appropriation	\$332,000
9	TOTAL APPROPRIATION	(\$6,478,000)
10		<u>\$6,480,000</u>

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

13 (1) Notwithstanding the provisions of this section, the joint
14 legislative audit and review committee may adjust the due dates for
15 projects included on the committee's 2013-15 work plan as necessary to
16 efficiently manage workload.

17 (2) \$332,000 of the medical aid account--state appropriation and
18 \$332,000 of the accident account--state appropriation are provided for
19 the purposes of chapter 37, Laws of 2011 (workers' compensation).

20 (3) \$323,000 of the performance audits of government account--state
21 appropriation is provided for consultant and staff costs related to the
22 economic analysis of tax preferences as directed by chapter 43.136 RCW.

23 (4) The joint legislative audit and review committee shall conduct
24 an audit of Washington's state research universities. The purpose of
25 the audit is to identify cost and profit centers within, and in
26 partnership with, the research universities. The audit must focus on
27 public funds; student fees, in particular tuition; and auxiliary
28 enterprises, which for the purposes of the audit at the University of
29 Washington includes University of Washington medical center, the
30 internal lending program, the W fund, and the center for
31 commercialization. The audit at each university must achieve the
32 following:

33 (a) Assess the university's policies and practices for tracking
34 per-student expenditures for instruction and identify the average
35 amount per student that the university has spent on instruction for
36 undergraduate students in each of the past five fiscal years;

37 (b) Obtain the university's definition of auxiliary enterprises and
38 determine the number of auxiliary enterprises, including the University

1 of Washington medical center, the University of Washington internal
2 lending program, the W fund, and the center for commercialization, that
3 exist in the university system, the methods the university uses to
4 track revenue and expenditures of auxiliary enterprises, and the
5 policies and practices the university has in place to ensure that state
6 funding is not used to supplement or guarantee projects or programs
7 authorized by auxiliary enterprises;

8 (c) Identify how much money is being spent on undergraduate
9 education and to what extent undergraduate education is subsidizing
10 graduate education; and

11 (d) Determine how tuition funds are being used and to what extent
12 they are being used to fund the University of Washington medical
13 center, the University of Washington internal lending program, the W
14 fund, and the center for commercialization and to back bonds authorized
15 by the university.

16 (5) The committee shall conduct a study of the current methods of
17 collecting legal financial obligations and compare those methods with
18 other debt collection methods, including contracting for debt
19 collection of legal financial obligations. The study shall include
20 analysis of the costs and revenues of current methods and compare those
21 to alternatives, and include analysis of the impact of current methods
22 and alternatives to revenues received by the state. Included shall be
23 an examination of costs and revenue generation before and after the
24 implementation of chapter 379, Laws of 2003 (SSB 5990) and chapter 362,
25 Laws of 2005 (SSB 5256) and analysis of whether these changes met the
26 legislative goals of reducing costs and increasing collections. A
27 report on the results of the analysis shall be presented to the
28 appropriate committees of the legislature by December 2014.

29 (6) The committee shall conduct a study of economic development
30 programs and projects supported by the state general fund in the
31 department of commerce. The study shall first review the extent to
32 which these programs: (a) Included specific economic development
33 targets; (b) monitored economic development targets; (c) required for
34 programs which provided support or services through contracts, whether
35 the contracts were structured such that if economic development targets
36 were not met, contracts were reviewed or revised; and (d) changed the
37 economic development targets of associate development organizations
38 relative to funding increases since 2007. The study will include the

1 feasibility of determining how to isolate other factors, such as
2 general economic trends, from the impacts of economic development
3 programs. The costs and options for conducting future analysis of the
4 outcomes specific to economic development programs shall be included
5 and a briefing report shall be provided to the appropriate committees
6 of the legislature by December 1, 2013. A complete report with study
7 data and conclusions shall be provided to the appropriate committees of
8 the legislature by December 1, 2014.

9 (7) The committee shall analyze the incidence and level of taxation
10 and business incentives available to the financial services industry in
11 Washington State, and identify the relative differences in taxes and
12 business incentives compared to California. A report shall be provided
13 to the appropriate committees of the legislature by December 1, 2014.

14 (8) The committee shall conduct an analysis of how school districts
15 use school days. The analysis must include:

16 (a) How school districts define classroom time, nonclassroom time,
17 instructional time, noninstructional time, and any other definitions of
18 how the school day is divided or used;

19 (b) Estimates of time in each category;

20 (c) How noninstructional time is distributed over the annual number
21 of school days;

22 (d) When noninstructional hours occur;

23 (e) How noninstructional hours are used, including how much
24 noninstructional time is devoted to professional development for the
25 purposes of teacher and principal evaluation training or common core
26 state standards training; and

27 (f) The extent to which the use of each category of time is
28 identified or defined in collective bargaining agreements.

29 To the extent data is not available at the statewide level, the
30 committee may use case studies or other methods to conduct the
31 analysis. The committee shall submit a report of its findings to the
32 education committees of the legislature by December 1, 2014.

33 (9) The committee shall review funding enhancement formulas that
34 provide minimum staffing unit funding to small school districts and
35 districts with school plants that have been judged by the state board
36 of education to be remote and necessary. The committee will make an
37 assessment of the current formulas and report any recommended
38 adjustments to the legislative fiscal committees of the senate and the

1 house of representatives by November 1, 2014. In assessing the current
 2 formulas, the committee may consider: Enhancements being made to basic
 3 education funding in the 2013-2015 omnibus appropriations act and
 4 committed to under Engrossed Substitute House Bill No. 2261 (chapter
 5 548, Laws of 2009) and Substitute House Bill No. 2776 (chapter 236,
 6 Laws of 2010); developments in technology or educational service
 7 delivery since the formulas were established; practices in other
 8 states; districts' ability to provide students with access to a program
 9 of education; and inter-district equity.

10 ~~((12))~~ (10) In carrying out the report required by RCW 44.28.157,
 11 the committee shall include by December 2014, an analysis of the
 12 impacts of using the Washington health benefit exchange established in
 13 chapter 43.71 RCW as a mechanism for providing health insurance for
 14 part-time certificated and classified K-12 public school employees.
 15 The analysis shall be conducted in coordination with the health care
 16 authority and shall include a review of how the exchange, federal
 17 health premium tax credits and subsidies for out-of-pocket expenses
 18 administered through the exchange, and Medicaid expansion have
 19 impacted, or could impact, health care costs for individuals, school
 20 districts, and the state. The analysis shall also include a review of
 21 the cost of stand-alone dental plans.

22 (11) Within the appropriations in this section, the joint
 23 legislative audit and review committee shall review the tax exemption
 24 provided under Engrossed House Bill No. 2447 (small business
 25 incubators) and its actual fiscal impact on state revenues to determine
 26 if the fiscal impact to state revenues reasonably conforms to the
 27 fiscal estimate in the fiscal note for this legislation.

28 **Sec. 104.** 2013 2nd sp.s. c 4 s 104 (uncodified) is amended to read
 29 as follows:

30 **FOR THE LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE**

31	General Fund--State Appropriation (FY 2014)	\$1,653,000
32	General Fund--State Appropriation (FY 2015)	(\$1,811,000)
33		<u>\$1,812,000</u>
34	TOTAL APPROPRIATION	(\$3,464,000)
35		<u>\$3,465,000</u>

1 **Sec. 105.** 2013 2nd sp.s. c 4 s 105 (uncodified) is amended to read
2 as follows:

3 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

4	General Fund--State Appropriation (FY 2014)	((\$8,004,000))
5		<u>\$8,126,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$7,973,000))
7		<u>\$8,095,000</u>
8	TOTAL APPROPRIATION	((\$15,977,000))
9		<u>\$16,221,000</u>

10 **Sec. 106.** 2013 2nd sp.s. c 4 s 106 (uncodified) is amended to read
11 as follows:

12 **FOR THE OFFICE OF THE STATE ACTUARY**

13	Department of Retirement Systems Expense	
14	Account--State Appropriation	((\$3,529,000))
15		<u>\$3,543,000</u>

16 **Sec. 107.** 2013 2nd sp.s. c 4 s 107 (uncodified) is amended to read
17 as follows:

18 **FOR THE STATUTE LAW COMMITTEE**

19	General Fund--State Appropriation (FY 2014)	((\$3,895,000))
20		<u>\$3,903,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$4,102,000))
22		<u>\$4,110,000</u>
23	TOTAL APPROPRIATION	((\$7,997,000))
24		<u>\$8,013,000</u>

25 **Sec. 108.** 2013 2nd sp.s. c 4 s 108 (uncodified) is amended to read
26 as follows:

27 **FOR THE OFFICE OF LEGISLATIVE SUPPORT SERVICES**

28	General Fund--State Appropriation (FY 2014)	((\$3,686,000))
29		<u>\$3,708,000</u>
30	General Fund--State Appropriation (FY 2015)	((\$3,684,000))
31		<u>\$3,708,000</u>
32	TOTAL APPROPRIATION	((\$7,370,000))
33		<u>\$7,416,000</u>

1 **Sec. 109.** 2013 2nd sp.s. c 4 s 110 (uncodified) is amended to read
2 as follows:

3 **FOR THE SUPREME COURT**

4	General Fund--State Appropriation (FY 2014)	((\$6,911,000))
5		<u>\$7,048,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$6,836,000))
7		<u>\$6,970,000</u>
8	TOTAL APPROPRIATION	((\$13,747,000))
9		<u>\$14,018,000</u>

10 **Sec. 110.** 2013 2nd sp.s. c 4 s 111 (uncodified) is amended to read
11 as follows:

12 **FOR THE LAW LIBRARY**

13	General Fund--State Appropriation (FY 2014)	((\$1,481,000))
14		<u>\$1,484,000</u>
15	General Fund--State Appropriation (FY 2015)	((\$1,468,000))
16		<u>\$1,474,000</u>
17	TOTAL APPROPRIATION	((\$2,949,000))
18		<u>\$2,958,000</u>

19 **Sec. 111.** 2013 2nd sp.s. c 4 s 112 (uncodified) is amended to read
20 as follows:

21 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

22	General Fund--State Appropriation (FY 2014)	((\$1,068,000))
23		<u>\$1,071,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$994,000))
25		<u>\$1,006,000</u>
26	TOTAL APPROPRIATION	((\$2,062,000))
27		<u>\$2,077,000</u>

28 **Sec. 112.** 2013 2nd sp.s. c 4 s 113 (uncodified) is amended to read
29 as follows:

30 **FOR THE COURT OF APPEALS**

31	General Fund--State Appropriation (FY 2014)	((\$15,691,000))
32		<u>\$15,865,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$15,685,000))
34		<u>\$15,980,000</u>
35	TOTAL APPROPRIATION	((\$31,376,000))

1 \$31,845,000

2 **Sec. 113.** 2013 2nd sp.s. c 4 s 114 (uncodified) is amended to read
3 as follows:

4 **FOR THE ADMINISTRATOR FOR THE COURTS**

5 General Fund--State Appropriation (FY 2014)	(((\$51,085,000))
	<u>\$51,542,000</u>
7 General Fund--State Appropriation (FY 2015)	(((\$50,771,000))
	<u>\$51,747,000</u>
9 General Fund--Federal Appropriation	\$2,125,000
10 General Fund--Private/Local Appropriation	\$658,000
11 Judicial Information Systems Account--State	
12 Appropriation	(((\$46,611,000))
	<u>\$53,634,000</u>
14 Judicial Stabilization Trust Account--State	
15 Appropriation	\$6,691,000
16 TOTAL APPROPRIATION	(((\$157,941,000))
17	<u>\$166,397,000</u>

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

20 (1) \$1,500,000 of the judicial information systems account--state
21 appropriation is provided solely for development and implementation of
22 the information network hub project.

23 (2) \$2,138,000 of the judicial information systems account--state
24 appropriation is provided solely for replacement of computer equipment,
25 including servers, routers, and storage system upgrades.

26 ~~((+4))~~ (3) The distributions made under this subsection and
27 distributions from the county criminal justice assistance account made
28 pursuant to section 801 of this act constitute appropriate
29 reimbursement for costs for any new programs or increased level of
30 service for purposes of RCW 43.135.060.

31 ~~((+5))~~ (4) \$1,199,000 of the judicial information systems
32 account--state appropriation is provided solely for replacing computer
33 equipment at state courts and state judicial agencies.

34 ~~((+6))~~ (5) ~~(\$108,000 of the general fund--state appropriation for~~
35 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
36 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
37 implementation of chapter 210, Laws of 2013 (Senate Bill No. 5052)

1 (superior court judges Whatcom county). The funds provided in this
2 subsection shall be expended only if the fourth superior court judge
3 position in Whatcom county is appointed and serving on the bench.

4 ~~((7))~~ (6) ~~(\$108,000 of the general fund--state appropriation for~~
5 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
6 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
7 implementation of chapter 142, Laws of 2013 (House Bill No. 1175)
8 (superior court judges Benton/Franklin counties). The funds provided
9 in this subsection shall be expended only if the seventh superior court
10 judge position in Benton and Franklin counties jointly is appointed and
11 serving on the bench.

12 ~~((8) \$11,300,000 of the judicial information systems account--~~
13 ~~state appropriation is provided solely for continued implementation of~~
14 ~~the superior court case management system project. The administrative~~
15 ~~office of the courts, in consultation with the judicial information~~
16 ~~systems committee, the superior court case management system project~~
17 ~~steering committee, and the office of the chief information officer~~
18 ~~shall develop a revised charter to implement the next phases of the~~
19 ~~superior court case management system. The revised charter shall~~
20 ~~insure that the superior court case management system project steering~~
21 ~~committee continues to provide contract oversight, in collaboration~~
22 ~~with the judicial information system committee, through the~~
23 ~~implementation period and various phases of the project. Oversight~~
24 ~~responsibilities throughout the various phases of the project must~~
25 ~~include, but are not limited to, vendor management, contract and~~
26 ~~deliverable management, and assuring satisfaction of the business and~~
27 ~~technical needs at the local level. The superior court case management~~
28 ~~system project steering committee may solicit input from user groups as~~
29 ~~deemed appropriate. The revised charter shall be approved by the~~
30 ~~judicial information systems committee))~~ (7) \$16,606,000 of the
31 judicial information systems account--state appropriation is provided
32 solely for continued implementation of the superior court case
33 management system project. The administrative office of the courts, in
34 consultation with the judicial information systems committee and the
35 office of the chief information officer shall develop a revised
36 superior court case management steering committee charter to implement
37 the next phases of the superior court case management system. The
38 steering committee members shall be appointed by the judicial

1 information systems committee and shall consist of two members
2 representing each of the following groups: Court administrators,
3 superior court judges, county clerks, and the administrative office of
4 the courts. The revised charter shall insure that voting members of
5 the steering committee represent the administrative office of the
6 courts and those courts that have implemented, or have committed to
7 implement, the statewide superior court vendor solution as selected by
8 the judicial information systems committee. The revised charter shall
9 also insure that the superior court case management system project
10 steering committee continues to provide contract oversight in
11 collaboration with the judicial information system committee through
12 the implementation period. Oversight responsibilities of the steering
13 committee throughout the various phases of the project must include,
14 but are not limited to, vendor management, contract and deliverable
15 management, assuring reasonable satisfaction of the business and
16 technical needs at the local level, receipt of stakeholder feedback,
17 and communication between the various stakeholder groups and the
18 judicial information systems committee. Issues of significant scope,
19 schedule or budget changes, and risk mitigation strategies must be
20 escalated to the judicial information systems committee for
21 consideration. In the event that a majority of the steering committee
22 members cannot reach a decision, the issue must be escalated to the
23 judicial information systems committee for consideration. The superior
24 court case management system project steering committee may solicit
25 input from user groups as deemed appropriate. The revised charter
26 shall be approved by the judicial information systems committee.

27 ((+9+)) (8) \$1,399,000 of the general fund--state appropriation for
28 fiscal year 2014 and \$1,399,000 of the general fund--state
29 appropriation for fiscal year 2015 are provided solely for school
30 districts for petitions to juvenile court for truant students as
31 provided in RCW 28A.225.030 and 28A.225.035. The administrator for the
32 courts shall develop an interagency agreement with the superintendent
33 of public instruction to allocate the funding provided in this
34 subsection. Allocation of this money to school districts shall be
35 based on the number of petitions filed. This funding includes amounts
36 school districts may expend on the cost of serving petitions filed
37 under RCW 28A.225.030 by certified mail or by personal service or for

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

3 ~~((+10))~~ (9)(a) \$7,313,000 of the general fund--state appropriation
4 for fiscal year 2014 and \$7,313,000 of the general fund--state
5 appropriation for fiscal year 2015 are provided solely for distribution
6 to county juvenile court administrators to fund the costs of processing
7 truancy, children in need of services, and at-risk youth petitions.
8 The administrator for the courts, in conjunction with the juvenile
9 court administrators, shall develop an equitable funding distribution
10 formula. The formula shall neither reward counties with higher than
11 average per-petition processing costs nor shall it penalize counties
12 with lower than average per-petition processing costs.

13 (b) Each fiscal year during the 2013-2015 fiscal biennium, each
14 county shall report the number of petitions processed and the total
15 actual costs of processing truancy, children in need of services, and
16 at-risk youth petitions. Counties shall submit the reports to the
17 administrator for the courts no later than 45 days after the end of the
18 fiscal year. The administrator for the courts shall electronically
19 transmit this information to the chairs and ranking minority members of
20 the house of representatives and senate fiscal committees no later than
21 60 days after a fiscal year ends. These reports are deemed
22 informational in nature and are not for the purpose of distributing
23 funds.

24 ~~((+11))~~ (10) \$274,000 of the general fund--state appropriation for
25 fiscal year 2014 and \$274,000 of the general fund--state appropriation
26 for fiscal year 2015 are provided solely for the office of public
27 guardianship to continue guardianship services for those low-income
28 incapacitated persons who were receiving services on June 30, 2013.

29 ~~((+12)---\$333,000))~~ (11) \$1,426,000 of the judicial information
30 systems account--state appropriation is provided solely for the content
31 management system for the appellate courts.

32 (12) The administrative office of the courts and the judicial
33 information systems committee shall develop statewide superior court
34 data collection and exchange standards. Upon implementation, these
35 standards must be met by each superior court in order to continue to
36 receive judicial information systems account funding or equipment and
37 services funded by the account. For those courts that do not use the
38 statewide superior court vendor solution as chosen by the judicial

1 information systems committee, judicial information systems account
2 funds may not be allocated for (a) the costs to meet the data
3 collection and exchange standards developed by administrative office of
4 the courts and judicial information systems committee, and (b) the
5 costs to develop and implement local court case management systems.

6 **Sec. 114.** 2013 2nd sp.s. c 4 s 115 (uncodified) is amended to read
7 as follows:

8 **FOR THE OFFICE OF PUBLIC DEFENSE**

9	General Fund--State Appropriation (FY 2014)	((\$30,410,000))
10		<u>\$30,662,000</u>
11	General Fund--State Appropriation (FY 2015)	((\$33,719,000))
12		<u>\$33,722,000</u>
13	Judicial Stabilization Trust Account--State	
14	Appropriation	\$3,648,000
15	General Fund--Federal Appropriation	((\$152,000))
16		<u>\$304,000</u>
17	TOTAL APPROPRIATION	((\$67,929,000))
18		<u>\$68,336,000</u>

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

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

23 (2) \$3,378,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely to expand the parents representation
25 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman
26 counties.

27 **Sec. 115.** 2013 2nd sp.s. c 4 s 116 (uncodified) is amended to read
28 as follows:

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

30	General Fund--State Appropriation (FY 2014)	\$10,862,000
31	General Fund--State Appropriation (FY 2015)	((\$10,870,000))
32		<u>\$11,149,000</u>
33	Judicial Stabilization Trust Account--State	
34	Appropriation	\$1,454,000
35	TOTAL APPROPRIATION	((\$23,186,000))
36		<u>\$23,465,000</u>

1 The appropriations in this section are subject to the following
2 conditions and limitations: An amount not to exceed \$40,000 of the
3 general fund--state appropriation for fiscal year 2014 and an amount
4 not to exceed \$40,000 of the general fund--state appropriation for
5 fiscal year 2015 may be used to provide telephonic legal advice and
6 assistance to otherwise eligible persons who are sixty years of age or
7 older on matters authorized by RCW 2.53.030(2) (a) through (k)
8 regardless of household income or asset level.

9 **Sec. 116.** 2013 2nd sp.s. c 4 s 117 (uncodified) is amended to read
10 as follows:

11 **FOR THE OFFICE OF THE GOVERNOR**

12	General Fund--State Appropriation (FY 2014)	((\$5,509,000))
13		<u>\$5,565,000</u>
14	General Fund--State Appropriation (FY 2015)	((\$5,217,000))
15		<u>\$5,277,000</u>
16	Economic Development Strategic Reserve Account--State	
17	Appropriation	\$4,000,000
18	TOTAL APPROPRIATION	((\$14,726,000))
19		<u>\$14,842,000</u>

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

22 (1) \$4,000,000 of the economic development strategic reserve
23 account appropriation is provided solely for efforts to assist with
24 currently active industrial recruitment efforts that will bring new
25 jobs to the state or will retain headquarter locations of major
26 companies currently housed in the state.

27 (2) \$684,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$684,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the office of the education
30 ombudsman.

31 (3) \$258,000 of the general fund--state appropriation for fiscal
32 year 2014 is provided solely for implementation of Engrossed Second
33 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
34 bill is not enacted by June 30, 2013, the amount provided in this
35 subsection shall lapse.

36 (4) \$35,000 of the general fund--state appropriation for fiscal
37 year 2014 is provided solely for the implementation of Second

1 Substitute House Bill No. 1709 (foreign language interpreters). If the
2 bill is not enacted by June 30, 2014, the amount provided in this
3 subsection shall lapse.

4 (5) \$50,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the office of the education ombuds to
6 provide special education ombuds services. Beginning in fiscal year
7 2015, the superintendent of public instruction must enter into an
8 interagency agreement with the office of the education ombuds to
9 provide support for additional special education ombuds services.

10 **Sec. 117.** 2013 2nd sp.s. c 4 s 118 (uncodified) is amended to read
11 as follows:

12 **FOR THE LIEUTENANT GOVERNOR**

13	General Fund--State Appropriation (FY 2014)	\$654,000
14	General Fund--State Appropriation (FY 2015)	(\$658,000)
15		<u>\$665,000</u>
16	General Fund--Private/Local Appropriation	\$90,000
17	TOTAL APPROPRIATION	(\$1,402,000)
18		<u>\$1,409,000</u>

19 **Sec. 118.** 2013 2nd sp.s. c 4 s 119 (uncodified) is amended to read
20 as follows:

21 **FOR THE PUBLIC DISCLOSURE COMMISSION**

22	General Fund--State Appropriation (FY 2014)	(\$2,082,000)
23		<u>\$2,087,000</u>
24	General Fund--State Appropriation (FY 2015)	(\$2,015,000)
25		<u>\$2,189,000</u>
26	TOTAL APPROPRIATION	(\$4,097,000)
27		<u>\$4,276,000</u>

28 The appropriations in this section are subject to the following
29 conditions and limitations: \$100,000 of the general fund--state
30 appropriation for fiscal year 2015 is provided solely for the
31 implementation of Engrossed Third Substitute House Bill No. 1005
32 (campaign report filing). If the bill is not enacted by June 30, 2014,
33 the amount provided in this subsection shall lapse.

34 **Sec. 119.** 2013 2nd sp.s. c 4 s 120 (uncodified) is amended to read
35 as follows:

1	FOR THE SECRETARY OF STATE	
2	General Fund--State Appropriation (FY 2014)	((\$11,356,000))
3		<u>\$11,827,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$9,535,000))
5		<u>\$9,628,000</u>
6	General Fund--Federal Appropriation	((\$7,419,000))
7		<u>\$7,450,000</u>
8	<u>General Fund--Private/Local Appropriation</u>	<u>\$20,000</u>
9	Public Records Efficiency, Preservation, and Access	
10	Account--State Appropriation	((\$7,361,000))
11		<u>\$7,538,000</u>
12	Charitable Organization Education Account--State	
13	Appropriation	\$364,000
14	Local Government Archives Account--State	
15	Appropriation	((\$8,467,000))
16		<u>\$8,510,000</u>
17	Election Account--Federal Appropriation	\$12,016,000
18	Washington State Heritage Center Account--State	
19	Appropriation	\$8,860,000
20	TOTAL APPROPRIATION	((\$65,378,000))
21		<u>\$66,213,000</u>

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

24 (1) ((~~\$3,301,000~~)) \$3,767,000 of the general fund--state
25 appropriation for fiscal year 2014 is provided solely to reimburse
26 counties for the state's share of primary and general election costs
27 and the costs of conducting mandatory recounts on state measures.
28 Counties shall be reimbursed only for those odd-year election costs
29 that the secretary of state validates as eligible for reimbursement.

30 (2)(a) \$1,847,000 of the general fund--state appropriation for
31 fiscal year 2014 and \$1,926,000 of the general fund--state
32 appropriation for fiscal year 2015 are provided solely for contracting
33 with a nonprofit organization to produce gavel-to-gavel television
34 coverage of state government deliberations and other events of
35 statewide significance during the 2013-2015 fiscal biennium. The
36 funding level for each year of the contract shall be based on the
37 amount provided in this subsection. The nonprofit organization shall
38 be required to raise contributions or commitments to make

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

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

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

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

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

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

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

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

28 (4) It is the intent of the legislature to consider during the 2014
29 legislative session funding for the publication and distribution of a
30 primary election voters pamphlet.

31 (5) \$771,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$772,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the state library to purchase
34 statewide on-line access to the information technology academy to allow
35 public access to on-line courses and learning resources through public
36 libraries.

37 (6) \$44,000 of the general fund--state appropriation for fiscal

1 year 2015 is provided solely for implementation of Substitute House
2 Bill No. 2552 (signature gathering). If the bill is not enacted by
3 June 30, 2014, the amount provided in this subsection shall lapse.

4 (7) The legislature finds that the volume of state records retained
5 in paper format continues to grow, increasing the records storage costs
6 for the state. The secretary of state shall convene a work group to
7 study methods for retaining records in electronic formats and for
8 shorter periods of time, with the goal of reducing the volume of stored
9 paper records by ten percent by the end of 2016, and an additional ten
10 percent by the end of 2018. The following state agencies shall
11 participate in the work group, which shall report back to the
12 appropriate committees of the legislature by December 31, 2014, and
13 December 31, 2015:

- 14 (a) Office of the secretary of state;
- 15 (b) Office of the attorney general;
- 16 (c) Office of the state auditor;
- 17 (d) Office of financial management;
- 18 (e) Department of corrections;
- 19 (f) Department of social and health services;
- 20 (g) Department of health; and
- 21 (h) Department of transportation.

22 **Sec. 120.** 2013 2nd sp.s. c 4 s 121 (uncodified) is amended to read
23 as follows:

24 **FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS**

25	General Fund--State Appropriation (FY 2014)	(((\$253,000))
26		<u>\$249,000</u>
27	General Fund--State Appropriation (FY 2015)	(((\$248,000))
28		<u>\$255,000</u>
29	TOTAL APPROPRIATION	(((\$501,000))
30		<u>\$504,000</u>

31 The appropriations in this section are subject to the following
32 conditions and limitations: The office shall assist the department of
33 enterprise services on providing the government-to-government training
34 sessions for federal, state, local, and tribal government employees.
35 The training sessions shall cover tribal historical perspectives, legal
36 issues, tribal sovereignty, and tribal governments. Costs of the
37 training sessions shall be recouped through a fee charged to the

1 participants of each session. The department of enterprise services
2 shall be responsible for all of the administrative aspects of the
3 training, including the billing and collection of the fees for the
4 training.

5 **Sec. 121.** 2013 2nd sp.s. c 4 s 122 (uncodified) is amended to read
6 as follows:

7 **FOR THE COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS**

8 General Fund--State Appropriation (FY 2014)	(((\$213,000))
9	<u>\$210,000</u>
10 General Fund--State Appropriation (FY 2015)	(((\$207,000))
11	<u>\$213,000</u>
12 TOTAL APPROPRIATION	(((\$420,000))
13	<u>\$423,000</u>

14 **Sec. 122.** 2013 2nd sp.s. c 4 s 123 (uncodified) is amended to read
15 as follows:

16 **FOR THE STATE TREASURER**

17 State Treasurer's Service Account--State	
18 Appropriation	(((\$14,924,000))
19	<u>\$14,945,000</u>

20 The appropriation in this section is subject to the following
21 conditions and limitations: \$150,000 of the state treasurer's service
22 account--state appropriation is provided solely for legal fees related
23 to additional legal assistance due to changes in federal financial
24 regulations and an increase in complex and high profile litigation.

25 **Sec. 123.** 2013 2nd sp.s. c 4 s 124 (uncodified) is amended to read
26 as follows:

27 **FOR THE STATE AUDITOR**

28 General Fund--State Appropriation (FY 2014)	(((\$728,000))
29	<u>\$755,000</u>
30 General Fund--State Appropriation (FY 2015)	(((\$733,000))
31	<u>\$763,000</u>
32 State Auditing Services Revolving Account--State	
33 Appropriation	(((\$9,573,000))
34	<u>\$9,580,000</u>
35 (Performance Audits of Government Account--State	

1	Appropriation	\$56,000))
2	TOTAL APPROPRIATION	(((\$11,090,000))
3		<u>\$11,098,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations: ((~~(1)~~-\$728,000)) \$755,000 of the general
6 fund--state appropriation for fiscal year 2014 and ((~~\$733,000~~))
7 \$763,000 of the general fund--state appropriation for fiscal year 2015
8 are provided solely for staff and related costs to verify the accuracy
9 of reported school district data submitted for state funding purposes;
10 conduct school district program audits of state funded public school
11 programs; establish the specific amount of state funding adjustments
12 whenever audit exceptions occur and the amount is not firmly
13 established in the course of regular public school audits; and to
14 assist the state special education safety net committee when requested.

15 **Sec. 124.** 2013 2nd sp.s. c 4 s 125 (uncodified) is amended to read
16 as follows:

17	FOR THE CITIZENS' COMMISSION ON SALARIES FOR ELECTED OFFICIALS	
18	General Fund--State Appropriation (FY 2014)	(((\$141,000))
19		<u>\$138,000</u>
20	General Fund--State Appropriation (FY 2015)	(((\$171,000))
21		<u>\$175,000</u>
22	TOTAL APPROPRIATION	(((\$312,000))
23		<u>\$313,000</u>

24 **Sec. 125.** 2013 2nd sp.s. c 4 s 126 (uncodified) is amended to read
25 as follows:

26	FOR THE ATTORNEY GENERAL	
27	General Fund--State Appropriation (FY 2014)	(((\$10,456,000))
28		<u>\$11,019,000</u>
29	General Fund--State Appropriation (FY 2015)	(((\$10,132,000))
30		<u>\$10,764,000</u>
31	General Fund--Federal Appropriation	\$7,114,000
32	New Motor Vehicle Arbitration Account--State	
33	Appropriation	\$997,000
34	Legal Services Revolving Account--State	
35	Appropriation	(((\$191,286,000))
36		<u>\$199,707,000</u>

1	Tobacco Prevention and Control Account--State	
2	Appropriation	\$271,000
3	Medicaid Fraud Penalty Account--State Appropriation	\$2,279,000
4	Public Services Revolving Account--State	
5	Appropriation	\$2,093,000
6	TOTAL APPROPRIATION	(\$224,628,000)
7		<u>\$234,244,000</u>

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

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

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

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

32 (4) The executive ethics board shall: (a) Develop a statewide
33 plan, with performance measures, to provide overall direction and
34 accountability in all executive branch agencies and statewide elected
35 offices; (b) coordinate and work with the commission on judicial
36 conduct and the legislative ethics board; (c) assess and evaluate each
37 agency's ethical culture through employee and stakeholder surveys,
38 review Washington state quality award feedback reports, and publish an

1 annual report on the results to the public; and (d) solicit outside
2 evaluations, studies, and recommendations for improvements from
3 academics, nonprofit organizations, the public disclosure commission,
4 or other entities with expertise in ethics, integrity, and the public
5 sector.

6 (5) \$424,000 of the legal services revolving account--state
7 appropriation is provided solely for replacement of a portion of the
8 agency's personal computers. The amount provided in this subsection is
9 conditioned on the department satisfying the requirements of the
10 project management oversight standards and policies established by the
11 office of the chief information officer and section 945 of this act,
12 personal computer acquisition and replacement.

13 (6) \$609,000 of the legal services revolving account--state
14 appropriation is provided solely for upgrades to software programs.
15 The amount provided in this subsection is conditioned on the department
16 satisfying the requirements of the project management oversight
17 standards and policies established by the office of the chief
18 information officer.

19 (7) \$150,000 of the legal services revolving account--state
20 appropriation is provided solely for the implementation of Engrossed
21 Second Substitute Senate Bill No. 5405 (extended foster care). If the
22 bill is not enacted by June 30, 2013, the amount provided in this
23 subsection shall lapse.

24 (8) \$50,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$50,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the implementation of
27 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If
28 the bill is not enacted by June 30, 2013, the amount provided in this
29 subsection shall lapse.

30 (9) \$189,000 of the legal services revolving account--state
31 appropriation is provided solely for the implementation of Substitute
32 House Bill No. 1420 (transportation improvement projects). If the bill
33 is not enacted by June 30, 2013, the amount provided in this subsection
34 shall lapse.

35 (10) \$2,093,000 of the public service revolving account--state
36 appropriation is provided solely for the work of the public counsel
37 section of the office of the attorney general.

1 (11) \$353,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$353,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for a grant to the Washington
4 coalition of crime victim advocates to provide training, certification,
5 and technical assistance for crime victim service center advocates.

6 (12) \$69,000 of the general fund--state appropriation for fiscal
7 year 2015 is provided solely for implementation of Substitute House
8 Bill No. 2171 (veterans, military personnel). If the bill is not
9 enacted by June 30, 2014, the amount provided in this subsection shall
10 lapse.

11 (13) \$141,000 of the legal services revolving account--state
12 appropriation is provided solely for implementation of Substitute House
13 Bill No. 2331 (public works payroll records). If the bill is not
14 enacted by June 30, 2014, the amount provided in this subsection shall
15 lapse.

16 (14) \$120,000 of the legal services revolving account--state
17 appropriation is provided solely for implementation of Engrossed Second
18 Substitute House Bill No. 2149 (medical marijuana). If the bill is not
19 enacted by June 30, 2014, the amount provided in this subsection shall
20 lapse.

21 (15) \$259,000 of the legal services revolving account--state
22 appropriation is provided solely for implementation of Substitute House
23 Bill No. 2146 (labor and industries appeal bonds). If the bill is not
24 enacted by June 30, 2014, the amount provided in this subsection shall
25 lapse.

26 **Sec. 126.** 2013 2nd sp.s. c 4 s 127 (uncodified) is amended to read
27 as follows:

28 **FOR THE CASELOAD FORECAST COUNCIL**

29	General Fund--State Appropriation (FY 2014)	(\$1,260,000)
30		<u>\$1,211,000</u>
31	General Fund--State Appropriation (FY 2015)	(\$1,230,000)
32		<u>\$1,216,000</u>
33	TOTAL APPROPRIATION	(\$2,490,000)
34		<u>\$2,427,000</u>

35 **Sec. 127.** 2013 2nd sp.s. c 4 s 128 (uncodified) is amended to read
36 as follows:

1 **FOR THE DEPARTMENT OF COMMERCE**
2 General Fund--State Appropriation (FY 2014) ((~~\$63,076,000~~))
3 \$61,549,000
4 General Fund--State Appropriation (FY 2015) ((~~\$60,151,000~~))
5 \$63,485,000
6 General Fund--Federal Appropriation ((~~\$265,004,000~~))
7 \$266,894,000
8 General Fund--Private/Local Appropriation ((~~\$5,638,000~~))
9 \$5,620,000
10 Public Works Assistance Account--State
11 Appropriation ((~~\$3,036,000~~))
12 \$3,136,000
13 Drinking Water Assistance Administrative
14 Account--State Appropriation ((~~\$445,000~~))
15 \$443,000
16 Lead Paint Account--State Appropriation \$147,000
17 Building Code Council Account--State Appropriation \$13,000
18 Home Security Fund Account--State Appropriation ((~~\$25,452,000~~))
19 \$25,468,000
20 Affordable Housing for All Account--State
21 Appropriation ((~~\$11,915,000~~))
22 \$11,910,000
23 Financial Fraud and Identity Theft Crimes Investigation
24 and Prosecution Account--State Appropriation ((~~\$969,000~~))
25 \$1,166,000
26 Low-Income Weatherization Assistance Account--State
27 Appropriation ((~~\$1,882,000~~))
28 \$1,879,000
29 Community and Economic Development Fee Account--State
30 Appropriation ((~~\$5,303,000~~))
31 \$5,300,000
32 Washington Housing Trust Account--State
33 Appropriation ((~~\$19,592,000~~))
34 \$18,633,000
35 Prostitution Prevention and Intervention Account--
36 State Appropriation \$98,000
37 Public Facility Construction Loan Revolving
38 Account--State Appropriation ((~~\$758,000~~))

\$773,000

Washington Community Technology Opportunity Account--

Private/Local Appropriation \$10,000

Liquor Revolving Account--State Appropriation \$5,605,000

TOTAL APPROPRIATION ((~~\$469,094,000~~))

\$472,129,000

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

(1) Repayments of outstanding mortgage and rental assistance program loans administered by the department under RCW 43.63A.640 shall be remitted to the department, including any current revolving account balances. The department shall collect payments on outstanding loans, and deposit them into the state general fund. Repayments of funds owed under the program shall be remitted to the department according to the terms included in the original loan agreements.

(2) \$500,000 of the general fund--state appropriation for fiscal year 2014 and \$500,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for a grant to resolution Washington to building statewide capacity for alternative dispute resolution centers and dispute resolution programs that guarantee that citizens have access to low-cost resolution as an alternative to litigation.

(3) \$306,000 of the general fund--state appropriation for fiscal year 2014 and \$306,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for a grant to the retired senior volunteer program.

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

(5) \$375,000 of the general fund--state appropriation for fiscal year 2014 and \$375,000 of the general fund--state appropriation for fiscal year 2015 are provided solely as pass-through funding to Walla Walla Community College for its water and environmental center.

(6) \$1,800,000 of the home security fund--state appropriation is provided for transitional housing assistance or partial payments for rental assistance under the independent youth housing program.

1 (7) \$5,000,000 of the home security fund--state appropriation is
2 for the operation, repair, and staffing of shelters in the homeless
3 family shelter program.

4 (8) \$198,000 of the general fund--state appropriation for fiscal
5 year 2014 and (~~(\$198,000)~~) \$398,000 of the general fund--state
6 appropriation for fiscal year 2015 are provided solely for the
7 Washington new Americans program.

8 (9) \$2,949,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$2,949,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for associate development
11 organizations. During the 2013-2015 fiscal biennium, the department
12 shall consider an associate development organization's total resources
13 when making contracting and fund allocation decisions, in addition to
14 the schedule provided in RCW 43.330.086.

15 (10) \$234,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$233,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the Washington asset building
18 coalitions.

19 (11) \$5,605,000 of the liquor revolving account--state
20 appropriation is provided solely for the department to contract with
21 the municipal research and services center of Washington.

22 (12) \$500,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$500,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the purposes of purchasing
25 contracted services to expand and promote the tourism industry in the
26 state of Washington.

27 (a) The department must contract with the Washington tourism
28 alliance. Expenditure of state moneys is contingent upon the
29 contractor providing a dollar for dollar cash or in-kind match.
30 Funding must be provided for the following services:

31 (i) Serving as a central point of contact through developing and
32 maintaining a web portal for Washington tourism, operating a call
33 center, and mailing travel guides;

34 (ii) Promoting Washington as a tourism destination to national and
35 international markets, with emphasis on markets in Europe and Asia;

36 (iii) Providing information to businesses and local communities on
37 tourism opportunities that could expand local revenues; and

1 (iv) Conducting tourism-related research, including market research
2 and measuring the return on investment of funded activities.

3 (b) The department may not use more than 4 percent of the funds to
4 administer, monitor, and report the outcomes of the services. The
5 department must electronically submit performance metrics by January 1,
6 2014, and report the outcomes of the services by January 1, 2015, to
7 the economic development committees of the legislature.

8 (c) The department has the authority to designate one or more
9 alternative contractors if necessary due to performance or other
10 significant issues. Such change must only be made after consultation
11 with the Washington tourism alliance, the governor's office, and the
12 chairs and ranking members of the economic development committees of
13 the legislature.

14 (13) \$72,000 of the prostitution prevention and intervention
15 account is provided solely for implementation of Engrossed Substitute
16 House Bill No. 1291 (sex trade victims). If the bill is not enacted by
17 June 30, 2013, the amount provided in this subsection shall lapse.

18 (14) \$49,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$49,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for implementation of House Bill
21 No. 1818 (business and government streamlining). If the bill is not
22 enacted by June 30, 2013, the amounts provided in this subsection shall
23 lapse.

24 (15) \$36,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$37,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the department to develop an
27 economic cluster strategy to leverage the state's unique maritime
28 assets, geography, history, and infrastructure. Goals include growing
29 employment, targeted economic activity, environmental considerations,
30 tax revenue to state and local governments, and quality of life
31 associated with the maritime sector by working with the industry to
32 understand workforce needs, parity considerations with Oregon and
33 British Columbia, and tax structure and regulatory barriers. The
34 department will report its findings to the appropriate committees of
35 the legislature no later than December 1, 2014.

36 (16) \$2,000,000 of the Washington housing trust account--state
37 appropriation is provided solely for the department of commerce for
38 services to homeless families through the Washington families fund.

1 (17) \$5,000,000 of the home security account--state appropriation
2 is provided solely for the department of commerce to provide emergency
3 assistance to homeless families in the temporary assistance for needy
4 families program.

5 (18) \$75,000 of the general fund--state appropriation for fiscal
6 year 2014 is provided solely for the economic development commission to
7 retain one current administrative position. The department shall
8 convene a work group, chaired by the current chair of the economic
9 development commission, of representatives of associate development
10 organizations and the economic development commission to recommend:

11 (1) Changes to the economic development commission's purpose and source
12 and amount of funding; (2) objective benchmarks and outcome-based
13 performance measures for evaluating state investments in economic
14 development; (3) high priority regulatory reforms to foster a favorable
15 business climate for long-term private sector job creation and
16 competitiveness; and (4) organizational roles responsibilities and
17 structures to strengthen cohesive planning, streamline execution, and
18 improve outcomes. The work group shall be comprised of representatives
19 from no less than eight associate development organizations
20 representing both urban and rural counties and counties on both sides
21 of the Cascade range. The department shall submit a report of the work
22 group's recommendation to the fiscal and economic development policy
23 committees of the legislature by December 15, 2013.

24 (19) (~~(\$4,000,000)~~) \$2,515,000 of the general fund--state
25 appropriation for fiscal year 2014 and (~~(\$850,000)~~) \$3,779,000 of the
26 general fund--state appropriation for fiscal year 2015 are provided
27 solely for purposes of creating and operating a community health care
28 and education and innovation center at the Pacific Medical Center in
29 Seattle. Amounts provided in this subsection must be used for lease,
30 maintenance, operations, and other required related expenses for
31 Seattle community colleges allied health programs and other related
32 uses identified by the department of commerce. The department is
33 authorized to enter into a thirty-year lease for the Pacific Medical
34 Center property.

35 (20) Within the appropriations in this section, the department
36 shall, by December 1, 2013, develop a comprehensive start-up Washington
37 strategy to facilitate the growth of start-ups and enhance the state's
38 competitiveness in recruiting and retaining businesses that start up in

1 Washington. This shall include but is not limited to: Business and
2 occupation tax relief, capital investment, regulatory burdens,
3 workforce and infrastructure needs and support. Start-up businesses
4 interactions with state government and other public entities as a
5 customer shall also be considered.

6 (21) \$700,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$700,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for the department to identify and
9 invest in strategic growth areas, support key sectors, and align
10 existing economic development programs and priorities. The department
11 must consider Washington's position as the most trade dependent state
12 when identifying priority investments. The department must engage
13 states and provinces in the northwest as well as associate development
14 organizations, small business development centers, chambers of
15 commerce, ports, and other partners to leverage the funds provided.
16 For each dollar expended the department must receive a one hundred
17 percent match. The match may be provided by the department through
18 nongeneral fund sources, or any partnering governments or
19 organizations. The department must develop performance metrics and
20 milestones. The department must electronically submit the performance
21 metrics and performance-to-date by January 1, 2014, to the economic
22 development committees of the legislature.

23 (22) The department is authorized to suspend issuing any
24 nonstatutorily required grants or contracts of an amount less than
25 \$1,000,000 per year.

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

31 (24) \$25,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$25,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the economic impact and
34 infrastructure cost study for Covington town center.

35 (25) The department is directed to work with innovation partnership
36 zone administrators to review the existing grant program, including the
37 criteria for designation as an innovation partnership zone and the

1 grant funding criteria. The department shall submit its report to the
2 legislature by December 1, 2013.

3 (26) \$250,000 of the general fund--state appropriation for fiscal
4 year 2015 is provided solely for the implementation of Second
5 Substitute House Bill No. 1072 (agricultural labor skills and safety).
6 If the bill is not enacted by June 30, 2014, the amount provided in
7 this subsection shall lapse.

8 (27) \$26,000 of the home security fund account--state appropriation
9 is provided solely for the implementation of Substitute House Bill No.
10 2415 (homeless status certify). If the bill is not enacted by June 30,
11 2014, the amount provided in this subsection shall lapse.

12 (28) \$67,000 of the general fund--federal appropriation, \$111,000
13 of the public works assistance account--state appropriation, \$129,000
14 of the Washington housing trust account--state appropriation, and
15 \$18,000 of the public facility construction loan revolving account--
16 state appropriation are provided solely for the implementation of
17 Substitute House Bill No. 2331 (public works payroll records). If the
18 bill is not enacted by June 30, 2014, the amounts provided in this
19 subsection shall lapse.

20 (29) \$466,000 of the Washington housing trust account--state
21 appropriation is provided solely for the department to provide one-time
22 funding to the Tacoma housing authority to offset expenses associated
23 with remediating units of low-income housing that have been
24 contaminated by the manufacture or use of methamphetamine. The Tacoma
25 housing authority must be required to provide sufficient documentation
26 to verify the costs associated with remediating units of low-income
27 housing that have been contaminated by the manufacture or use of
28 methamphetamine for which they request support. The department may
29 make full or partial payment once sufficient documentation has been
30 provided.

31 **Sec. 128.** 2013 2nd sp.s. c 4 s 129 (uncodified) is amended to read
32 as follows:

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

34	General Fund--State Appropriation (FY 2014)	(\$764,000)
35		\$758,000
36	General Fund--State Appropriation (FY 2015)	(\$802,000)
37		\$818,000

1 Lottery Administrative Account--State Appropriation \$50,000
 2 TOTAL APPROPRIATION ((~~\$1,616,000~~))
 3 \$1,626,000

4 **Sec. 129.** 2013 2nd sp.s. c 4 s 130 (uncodified) is amended to read
 5 as follows:

6 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

7 General Fund--State Appropriation (FY 2014) ((~~\$18,414,000~~))
 8 \$17,949,000
 9 General Fund--State Appropriation (FY 2015) ((~~\$17,542,000~~))
 10 \$17,954,000
 11 General Fund--Federal Appropriation ((~~\$31,340,000~~))
 12 \$34,340,000
 13 General Fund--Private/Local Appropriation \$370,000
 14 Economic Development Strategic Reserve Account--State
 15 Appropriation \$289,000
 16 Personnel Service Fund--State Appropriation ((~~\$8,656,000~~))
 17 \$8,642,000
 18 Data Processing Revolving Account--State
 19 Appropriation ((~~\$6,015,000~~))
 20 \$6,580,000
 21 Higher Education Personnel Services Account--State
 22 Appropriation \$1,497,000
 23 Performance Audits of Government Account--State
 24 Appropriation \$4,000,000
 25 TOTAL APPROPRIATION ((~~\$88,123,000~~))
 26 \$91,621,000

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

29 (1) The office of financial management shall prepare a report
 30 outlining alternative methods of procuring health benefits for home
 31 care workers, including individual providers and agency providers. In
 32 preparing the report, the office of financial management shall consult
 33 with the department of social and health services, representatives of
 34 individual home care providers, and agency home care providers.

35 Along with a summary of the current method of providing benefits,
 36 the report must include an analysis of the policy and fiscal
 37 implications of accessing health benefits through the Washington health

1 benefits exchange. The report must also provide an analysis of a
2 medicaid section 1115 waiver with the federal centers for medicare and
3 medicaid services that would provide additional medicaid matching funds
4 for individual provider home care workers who are provided with health
5 care benefits through a collective bargaining agreement negotiated with
6 the state under chapter 74.39A RCW, but would otherwise be eligible for
7 medicaid under the federal expanded eligibility provisions that take
8 effect January 1, 2014.

9 The report must be submitted to the appropriate fiscal committees
10 of the legislature by January 6, 2014.

11 (2) \$350,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely for implementation of Engrossed Second
13 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
14 bill is not enacted by June 30, 2013, the amount provided in this
15 subsection shall lapse.

16 (3) \$536,000 of the general fund--state appropriation for fiscal
17 year 2014 is provided solely for a study of the state's medical and
18 public assistance eligibility systems and infrastructure with the goal
19 of simplifying procedures, improving customer service, and reducing
20 state expenditures. The study must also examine which state entities
21 play various roles in the eligibility and data verification processes
22 in order to determine if eligibility processes can be further
23 streamlined in light of changes related to the federal affordable care
24 act. The study must identify how costs will be allocated between state
25 and federal funding sources and options for maximizing federal
26 participation. The office of financial management shall provide a
27 report on its findings and recommendations to the relevant policy and
28 fiscal committees of the legislature by January 1, 2014.

29 (4)(a) The legislature finds that the state's nationally recognized
30 student achievement initiative has led to significant improvements at
31 two-year institutions of higher education. With the goal of creating
32 such efficiencies within the four-year institutions of higher
33 education, the office of financial management shall convene, in
34 coordination with the joint committee on higher education and the
35 student achievement council, a technical incentive funding model task
36 force to propose an incentive funding model for the four-year
37 institutions of higher education. The model will provide new incentive
38 funding to four-year institutions of higher education that demonstrate

1 improvement on existing performance measures and control resident
2 undergraduate tuition growth. Participation in the program is
3 voluntary; however, funding appropriated for this program shall only be
4 available to those institutions that have chosen to participate in the
5 program.

6 (b) The task force must include the following members:

7 (i) One representative from the student achievement council;

8 (ii) One representative from the education data center created in
9 RCW 43.41.400; and

10 (iii) One representative from each of the four-year institutions of
11 higher education.

12 (c) The program shall include, but shall not be limited to:

13 (i) A system for allocating new incentive funding to participating
14 institutions based on an institution's:

15 (A) Performance in specific metrics;

16 (B) Control and reduction where possible of resident undergraduate
17 and graduate tuition; and

18 (C) Efficient utilization of classrooms, laboratories, and online
19 and other high technology instructional methods;

20 (ii) A methodology for allocating funding for performance as
21 specified in (c)(i)(A) of this subsection that is based on performance
22 metrics reported in the accountability monitoring and reporting system
23 established in RCW 28B.77.090 and that recognizes each institution's
24 unique mission by measuring each institution's performance in these
25 metrics against its past performance;

26 (iii) A methodology for investing any unallocated incentive funds
27 to the state need grant program created in chapter 28B.92 RCW to expand
28 access to low-income and underserved student populations; and

29 (iv) A methodology for establishing a baseline level of state
30 funding that:

31 (A) Fully supports the state's need for an increasing portion of
32 its citizens to gain post-secondary education and qualifications;

33 (B) Recognizes the acute need of the state's high-technology
34 economy for a sufficient number of graduates in high employer demand
35 programs of study;

36 (C) Achieves a more equitable share of support between the state
37 and students and their families; and

1 (D) Provides for funding enhancements based on demonstrated
2 improvements in institutional performance within the educational
3 achievement and tuition reduction incentive program.

4 (d) The workgroup shall submit a final report containing an
5 incentive funding model to the governor and higher education and fiscal
6 committees of the legislature by December 31, 2013.

7 (5) \$121,000 of the general fund--state appropriation for fiscal
8 year 2015 is provided solely for the implementation of Substitute House
9 Bill No. 2651 (higher education transparency) and Substitute House Bill
10 No. 2336 (higher education department budgets). If neither of the
11 bills is enacted by June 30, 2014, the amount provided in this
12 subsection shall lapse.

13 (6) \$37,000 of the data processing revolving account--state
14 appropriation is provided solely for the implementation of Engrossed
15 Second Substitute House Bill No. 2192 (state agency permitting). If
16 the bill is not enacted by June 30, 2014, the amounts provided in this
17 subsection shall lapse.

18 (7) \$262,000 of the general fund--state appropriation for fiscal
19 year 2015 is provided solely for the implementation of Substitute House
20 Bill No. 2739 (student success in schools). If the bill is not enacted
21 by June 30, 2014, the amount provided in this subsection shall lapse.

22 (8) \$200,000 of the general fund--state appropriation for fiscal
23 year 2015 is provided solely for the office of financial management to
24 enter into a contract with a data collection expert and a mediator to
25 implement a process to develop solutions for maintaining the greatest
26 level of public access under the public records act, chapter 42.56 RCW,
27 with the least impact to government resources and operations. The
28 process must be completed in two phases in accordance with the
29 following requirements:

30 (a) In the first phase, the data collection expert, based on
31 guidance and input from a work group of stakeholders, shall conduct a
32 fact-finding effort to: (i) Determine the impact of overly broad and
33 harassing public records requests to state and local governments; and
34 (ii) identify resources and potential models that have been developed
35 by entities in Washington, as well as by other states facing these same
36 issues. The data collection expert must complete this fact-finding and
37 provide a report with this information to the office of financial
38 management and the mediator referenced in this subsection.

1 (b) In the second phase, the mediator shall facilitate discussions
2 between stakeholders. The goal of the discussions shall be to: (i)
3 Reevaluate best management practices for local governments to improve
4 records management and practices; (ii) develop alternative dispute
5 resolution options; and (iii) address the lack of resources available
6 within local governments to respond to public records requests. The
7 mediator must work and consult with willing participants including, but
8 not limited to, the state auditor's office, the state attorney
9 general's office, the secretary of state's office, a statewide
10 organization representing newspapers, a statewide coalition promoting
11 open government laws, a statewide association representing cities, a
12 statewide association representing counties, a statewide association
13 representing school districts, a statewide association representing
14 ports, a statewide association of hospital districts, and a statewide
15 association representing fire districts. The mediator must involve and
16 apprise legislators and legislative staff of these efforts. The
17 mediator must issue a final report of findings and recommendations to
18 the office of financial management, the governor, and the appropriate
19 committees of legislature by June 30, 2015.

20 (9) \$300,000 of the general fund--state appropriation for fiscal
21 year 2015 is provided solely for an analysis of statewide jail needs
22 and how operational costs are incurred among local governments. The
23 analysis must examine, among other things, how regional capacity is
24 currently being utilized at the state and local level and the financial
25 impact to counties of providing felon and juvenile detention. A report
26 of findings must be provided to the governor and legislative fiscal
27 committees by November 1, 2014.

28 (10) The office of the chief information officer shall survey and
29 review agency security policies and standards including, but not
30 limited to, compliance with employee information technology security
31 training policies and agency standards and policies for decommissioning
32 personal computers. The office must report to the legislature by
33 December 1, 2014 with findings and recommendations from the survey and
34 review.

35 (11) The office of financial management and the office of the chief
36 information officer shall survey and review agency policies and
37 standards for hardware, software, and information technology equipment
38 recycle or replacement. The review will include information on the

1 frequency of replacement, financing methods, extent that funds used to
2 recycle/refresh equipment are in the base budgets for agencies, and the
3 extent that agencies are meeting their policies and standards. The
4 office of financial management and the office of the chief information
5 officer must report to the legislature with findings and
6 recommendations from the review by December 1, 2014.

7 (12) The office of financial management shall direct state agencies
8 to include an information technology request summary table with each
9 agency budget submission. The table must provide summary information
10 on each budget request that has an information technology component,
11 and must include: The agency's priority ranking of the request among
12 all the agency's information technology requests; the amount of funding
13 being requested in the budget; the estimated total costs and time to
14 complete the item; and a categorization of the request as high, medium,
15 or low priority.

16 **Sec. 130.** 2013 2nd sp.s. c 4 s 131 (uncodified) is amended to read
17 as follows:

18 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
19 Administrative Hearings Revolving Account--State
20 Appropriation ((\$37,772,000))
21 \$38,212,000

22 The appropriation in this section is subject to the following
23 conditions and limitations:

24 (1) \$151,000 of the administrative hearings revolving account--
25 state appropriation is provided solely for replacement of computer
26 equipment, including servers, routers, and storage system upgrades.
27 The amount provided in this subsection is conditioned on the department
28 satisfying the requirements of the project management oversight
29 standards and policies established by the office of the chief
30 information officer.

31 (2) \$93,000 of the administrative hearings revolving account--state
32 appropriation is provided solely for the implementation of Substitute
33 House Bill No. 2146 (labor and industries appeal bonds). If the bill
34 is not enacted by June 30, 2014, the amount provided in this subsection
35 shall lapse.

1	Department of Retirement Systems Expense	
2	Account--State Appropriation	(((\$50,728,000))
3		\$50,889,000
4	<u>TOTAL APPROPRIATION</u>	<u>\$51,483,000</u>

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

7 (1) \$250,000 of the general fund--state appropriation for fiscal
8 year 2015 is provided solely for the department of retirement systems
9 to investigate options for private sector retirement accounts. The
10 department of retirement systems is authorized to explore alternatives
11 for retirement savings accounts for employees of private sector and
12 nonprofit organizations, especially workers in small and medium-sized
13 firms. This may include work to develop a plan or plans for submittal
14 to the United States internal revenue service for approval under the
15 tax code. In developing plans, the department shall minimize financial
16 and other liability to the state, as well as the cost of the plan. The
17 department of retirement systems may: (a) Consult with service
18 organizations that promote retirement savings; and (b) partner with any
19 other state, local, or federal agencies engaged in similar efforts to
20 develop retirement savings programs for employees of private and
21 nonprofit sector organizations. The department shall inform the office
22 of financial management of the results of its work under this section
23 by June 30, 2015. The department shall not implement or accept
24 enrollments in any state-run or sponsored retirement savings plan under
25 this subsection without prior legislative approval.

26 (2) \$344,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for implementation of House Bill No. 2474
28 (save toward retirement plan). If the bill is not enacted by June 30,
29 2014, the amount provided in this subsection shall lapse.

30 (3) \$71,000 of the department of retirement systems expense
31 account--state appropriation is provided solely to implement House Bill
32 No. 2018 (individual employer contribution rates). If the bill is not
33 enacted by June 30, 2014, the amount provided in this subsection shall
34 lapse.

35 **Sec. 135.** 2013 2nd sp.s. c 4 s 136 (uncodified) is amended to read
36 as follows:

1 **FOR THE DEPARTMENT OF REVENUE**

2	General Fund--State Appropriation (FY 2014)	((<u>\$107,985,000</u>))
3		<u>\$108,332,000</u>
4	General Fund--State Appropriation (FY 2015)	((<u>\$106,301,000</u>))
5		<u>\$107,152,000</u>
6	Timber Tax Distribution Account--State	
7	Appropriation	((<u>\$6,102,000</u>))
8		<u>\$6,113,000</u>
9	Waste Reduction/Recycling/Litter Control--State	
10	Appropriation	\$132,000
11	State Toxics Control Account--State Appropriation	\$93,000
12	((Master License Fund--State Appropriation	\$17,082,000))
13	<u>Business License Account Appropriation</u>	<u>\$17,103,000</u>
14	Data Processing Revolving Account--State Appropriation . . .	\$6,751,000
15	TOTAL APPROPRIATION	((<u>\$244,446,000</u>))
16		<u>\$245,676,000</u>

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

19 (1) The department of revenue is authorized to increase the master
20 application fee to nineteen dollars and the renewal fee to eleven
21 dollars consistent with RCW 19.02.075.

22 (2) \$6,751,000 of the data processing revolving account--state
23 appropriation and \$4,853,000 of the master license fund--state
24 appropriation are provided solely for the replacement of the
25 department's legacy business systems. The amounts provided in this
26 subsection are conditioned on the department satisfying the
27 requirements of the project management oversight standards and policies
28 established by the office of the chief information officer.

29 (3) \$495,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$431,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for the implementation of House
32 Bill No. 1971 or Senate Bill No. 5873 (communications services reform).
33 If neither bill is enacted by June 30, 2013, the amounts provided in
34 the subsection shall lapse.

35 (4) \$641,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$297,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the implementation of Senate

1 Bill No. 5882 or House Bill No. 2081 (tax preferences and
2 transparency). If neither bill is enacted by June 30, 2013, the
3 amounts provided in the subsection shall lapse.

4 (5) \$65,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$93,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of Second
7 Substitute House Bill No. 1170 (property tax relief programs). If the
8 bill is not enacted by June 30, 2014, the amounts provided in this
9 subsection shall lapse.

10 (6) \$292,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for implementation of Substitute House
12 Bill No. 2201 (state tax preference). If the bill is not enacted by
13 June 30, 2014, the amount provided in this subsection shall lapse.

14 (7) \$78,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$262,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for implementation of Second
17 Engrossed Substitute House Bill No. 1467 (unpaid wage collection). If
18 the bill is not enacted by June 30, 2014, the amounts provided in this
19 subsection shall lapse.

20 (8) \$6,000 of the general fund--state appropriation for fiscal year
21 2014 is provided solely for implementation of Engrossed Substitute
22 House Bill No. 2306 (farm and agricultural land/current use). If the
23 bill is not enacted by June 30, 2014, the amount provided in this
24 subsection shall lapse.

25 (9) \$8,000 of the general fund--state appropriation for fiscal year
26 2014 is provided solely for implementation of Second Engrossed Second
27 Substitute House Bill No. 2493 (land use/horticulture). If the bill is
28 not enacted by June 30, 2014, the amount provided in this subsection
29 shall lapse.

30 (10) \$14,000 of the general fund--state appropriation for fiscal
31 year 2015 is provided solely for implementation of Engrossed Substitute
32 House Bill No. 1287 (Indian tribes/property tax). If the bill is not
33 enacted by June 30, 2014, the amount provided in this subsection shall
34 lapse.

35 (11) \$25,000 of the general fund--state appropriation for fiscal
36 year 2015 is provided solely for implementation of Substitute House
37 Bill No. 1634 (property tax levy limit). If the bill is not enacted by
38 June 30, 2014, the amount provided in this subsection shall lapse.

1 Health Benefit Exchange Account--State Appropriation \$676,000
 2 Insurance Commissioners Regulatory Account--State
 3 Appropriation ((~~\$49,555,000~~))
 4 \$50,183,000
 5 TOTAL APPROPRIATION ((~~\$55,126,000~~))
 6 \$55,754,000

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

9 (1) \$676,000 of the health benefit exchange account--state
 10 appropriation is provided solely to implement Engrossed Substitute
 11 House Bill No. 1947 (Washington health benefit exchange). If the bill
 12 is not enacted by June 30, 2013, the amount provided in this subsection
 13 shall lapse.

14 (2) The office of the insurance commissioner shall not curtail
 15 functions relating to solvency, rates and forms, and consumer
 16 protection.

17 (3) \$498,000 of the insurance commissioners regulatory account--
 18 state appropriation is provided solely for the implementation of
 19 Substitute House Bill No. 2461 (insurance company solvency). If the
 20 bill is not enacted by June 30, 2014, the amount provided in this
 21 subsection shall lapse.

22 **Sec. 139.** 2013 2nd sp.s. c 4 s 140 (uncodified) is amended to read
 23 as follows:

24 **FOR THE STATE INVESTMENT BOARD**

25 State Investment Board Expense Account--State
 26 Appropriation ((~~\$36,035,000~~))
 27 \$36,059,000

28 **Sec. 140.** 2013 2nd sp.s. c 4 s 141 (uncodified) is amended to read
 29 as follows:

30 **FOR THE LIQUOR CONTROL BOARD**

31 Dedicated Marijuana Fund--State Appropriation \$7,726,000
 32 Liquor Revolving Account--State Appropriation ((~~\$65,146,000~~))
 33 \$55,951,000
 34 General Fund--Federal Appropriation \$945,000
 35 General Fund--Private/Local Appropriation \$25,000
 36 TOTAL APPROPRIATION ((~~\$66,116,000~~))

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

(1) ~~(((\$2,494,000 of the liquor revolving account state appropriation is provided solely for the liquor control board to implement Initiative Measure No. 502.~~

~~(2))~~(a) The liquor control board must work with the department of health and the department of revenue to develop recommendations for the legislature regarding the interaction of medical marijuana regulations and the provisions of Initiative Measure No. 502. At a minimum, the recommendations must include provisions addressing the following:

- (i) Age limits;
- (ii) Authorizing requirements for medical marijuana;
- (iii) Regulations regarding health care professionals;
- (iv) Collective gardens;
- (v) Possession amounts;
- (vi) Location requirements;
- (vii) Requirements for medical marijuana producing, processing, and retail licensing;
- (viii) Taxation of medical marijuana in relation to recreational marijuana; and
- (ix) The state agency that should be the regulatory body for medical cannabis.

(b) The board must submit its recommendations to the appropriate committees of the legislature by January 1, 2014.

(2) For the purposes of RCW 43.88.110(7), any initial cash deficit in the dedicated marijuana fund must be liquidated over the remainder of the 2013-2015 fiscal biennium.

(3) \$376,000 of the dedicated marijuana fund--state appropriation is provided solely for implementation of Engrossed Second Substitute House Bill No. 2149 (medical marijuana). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

Sec. 141. 2013 2nd sp.s. c 4 s 142 (uncodified) is amended to read as follows:

FOR THE UTILITIES AND TRANSPORTATION COMMISSION

General Fund--Federal Appropriation	\$150,000
General Fund--Private/Local Appropriation	(((\$11,228,000))

1 Substitute House Bill No. 2347 (oil transportation safety). If the
2 bill is not enacted by June 30, 2014, the amount provided in this
3 subsection shall lapse.

4 (4) \$160,000 of the general fund--federal appropriation is provided
5 solely for a grant to the Spokane regional health district for
6 operation of the biosafety level three laboratory in fiscal year 2015.

7 **Sec. 143.** 2013 2nd sp.s. c 4 s 144 (uncodified) is amended to read
8 as follows:

9 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

10	General Fund--State Appropriation (FY 2014)	((\$1,977,000))
11		<u>\$1,993,000</u>
12	General Fund--State Appropriation (FY 2015)	((\$2,036,000))
13		<u>\$2,079,000</u>
14	Higher Education Personnel Services Account--State	
15	Appropriation	((\$521,000))
16		<u>\$522,000</u>
17	Personnel Service Account--State Appropriation	((\$3,300,000))
18		<u>\$3,334,000</u>
19	TOTAL APPROPRIATION	((\$7,834,000))
20		<u>\$7,928,000</u>

21 **Sec. 144.** 2013 2nd sp.s. c 4 s 145 (uncodified) is amended to read
22 as follows:

23 **FOR THE BOARD OF ACCOUNTANCY**

24	Certified Public Accountants' Account--State	
25	Appropriation	((\$2,699,000))
26		<u>\$2,705,000</u>

27 **Sec. 145.** 2013 2nd sp.s. c 4 s 147 (uncodified) is amended to read
28 as follows:

29 **FOR THE HORSE RACING COMMISSION**

30	Horse Racing Commission Operating Account--State	
31	Appropriation	((\$3,552,000))
32		<u>\$3,475,000</u>

33 The appropriation in this section is subject to the following
34 conditions and limitations: Pursuant to RCW 43.135.055, the commission
35 is authorized to increase licensing fees by up to five percent in

1 fiscal year 2014 and up to five percent in fiscal year 2015; and
2 background check fees by up to one dollar in fiscal year 2014, and up
3 to one dollar in fiscal year 2015.

4 **Sec. 146.** 2013 2nd sp.s. c 4 s 148 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

7	General Fund--State Appropriation (FY 2014)	((\$3,654,000))
8		<u>\$3,661,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$3,628,000))
10		<u>\$3,637,000</u>
11	Building Code Council Account--State Appropriation	((\$1,227,000))
12		<u>\$1,228,000</u>
13	<u>Data Processing Revolving Account--State</u>	
14	<u>Appropriation</u>	<u>\$7,062,000</u>
15	<u>Enterprise Services Account--State Appropriation</u>	<u>\$2,400,000</u>
16	TOTAL APPROPRIATION	((\$8,509,000))
17		<u>\$17,988,000</u>

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

20 (1) \$3,287,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$3,286,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the payment of facilities and
23 services charges, utilities and contracts charges, public and historic
24 facilities charges, and capital projects surcharges allocable to the
25 senate, house of representatives, statute law committee, and joint
26 legislative systems committee. The department shall allocate charges
27 attributable to these agencies among the affected revolving funds. The
28 department shall maintain an interagency agreement with these agencies
29 to establish performance standards, prioritization of preservation and
30 capital improvement projects, and quality assurance provisions for the
31 delivery of services under this subsection. The legislative agencies
32 named in this subsection shall continue to enjoy all of the same rights
33 of occupancy and space use on the capitol campus as historically
34 established.

35 (2) In accordance with RCW 46.08.172 and 43.135.055, the department
36 is authorized to increase parking fees in fiscal years 2014 and 2015 as
37 necessary to meet the actual costs of conducting business.

1 (3) The building code council account appropriation is provided
2 solely for the operation of the state building code council as required
3 by statute and modified by the standards established by executive order
4 10-06. The council shall not consider any proposed code amendment or
5 take any other action not authorized by statute or in compliance with
6 the standards established in executive order 10-06. No member of the
7 council may receive compensation, per diem, or reimbursement for
8 activities other than physical attendance at those meetings of the
9 state building code council or the council's designated committees, at
10 which the opportunity for public comment is provided generally and on
11 all agenda items upon which the council proposes to take action. The
12 building code council shall comply with chapter 19.85 RCW, known as the
13 regulatory fairness act, by including with all proposed substantial
14 code amendments an analysis addressing cost effectiveness, net
15 benefits, payback periods, and life-cycle costs.

16 ~~((+5))~~ (4) The department of enterprise services shall purchase
17 flags needed for ceremonial occasions on the capitol campus in order to
18 fully represent the countries that have an international consulate in
19 Washington state.

20 ~~((+6))~~ (5) Before any agency may purchase a passenger motor
21 vehicle as defined in RCW 43.19.560, the agency must have written
22 approval from the director of the department of enterprise services.

23 ~~((+7))~~ (6) \$2,400,000 of the ~~((data processing revolving account))~~
24 enterprise services account--state appropriation is provided solely for
25 the implementation of a pilot program to implement a strategy and
26 action plan to modernize the state's enterprise financial and
27 administrative systems. The department, the office of financial
28 management, and the office of the chief information officer, will lead
29 the planning effort and establish advisory committees composed of key
30 stakeholders. The plan will include an assessment of the readiness of
31 state government to conduct a business transformation and system
32 replacement project of this scale. The plan shall incorporate the
33 objectives of lean management and should include recommendations on:
34 Project scope, phasing and timeline, expected outcomes and measures of
35 success, product strategy, budget and financing strategy options, risk
36 mitigation, staffing and organization, and strategies to close
37 readiness gaps. The department shall submit the implementation plan to
38 the fiscal committees of the legislature by December 15, ~~((2013))~~ 2014.

1 The amounts provided in this subsection are conditioned on the
2 department satisfying the requirements of the project management
3 oversight standards and policies established by the office of the chief
4 information officer.

5 ~~((+8) \$8,013,000))~~ (7) \$7,062,000 of the data processing revolving
6 account--state appropriation is provided solely for the implementation
7 of a pilot program to implement a time, leave, and attendance
8 enterprise system. The amounts provided in this subsection are
9 conditioned on the department satisfying the requirements of the
10 project management oversight standards and policies established by the
11 office of the chief information officer.

12 ~~((+9))~~ (8) From the fee charged to master contract vendors, the
13 department shall transfer to the office of minority and women's
14 business enterprises in equal monthly installments \$2,039,000 in fiscal
15 year 2014 and \$2,038,000 in fiscal year 2015.

16 ~~((+10))~~ (9) The legislature intends to review for purchase parcel
17 number one and surrounding property on McNeil Island. The department
18 shall coordinate with the federal government to obtain an appraisal
19 determining the fair market value and shall provide an estimate to the
20 legislative fiscal committees by October 1, 2013.

21 (10) Pursuant to chapter 39.94 RCW, the department is authorized to
22 enter into a financing contract for up to \$69,000,000 plus financing
23 expenses and required reserves to construct a new office building at
24 1063 Capitol Way South, Olympia.

25 **Sec. 147.** 2013 2nd sp.s. c 4 s 149 (uncodified) is amended to read
26 as follows:

27 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

28 Volunteer Firefighters' and Reserve Officers'

29 Administrative Account--State Appropriation ~~(((\$1,044,000))~~
30 \$967,000

31 **Sec. 148.** 2013 2nd sp.s. c 4 s 150 (uncodified) is amended to read
32 as follows:

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

34 General Fund--State Appropriation (FY 2014) ~~(((\$1,293,000))~~
35 \$1,271,000

36 General Fund--State Appropriation (FY 2015) ~~(((\$1,242,000))~~

PART II
HUMAN SERVICES

Sec. 201. 2013 2nd sp.s. c 4 s 201 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

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

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

(3)(a) The health care authority and the department are authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under the Washington medicaid integration partnership (WMIP) and the medicare

1 integrated care project (MICP), the health care authority and the
2 department may combine and transfer such medicaid funds appropriated
3 under sections 204, 206, 208, and 213 of this act as may be necessary
4 to finance a unified health care plan for the WMIP and the MICP program
5 enrollment. The WMIP pilot projects shall not exceed a daily
6 enrollment of 6,000 persons, nor expand beyond one county during the
7 2013-2015 fiscal biennium. The amount of funding assigned from each
8 program may not exceed the average per capita cost assumed in this act
9 for individuals covered by that program, actuarially adjusted for the
10 health condition of persons enrolled, times the number of clients
11 enrolled. In implementing the WMIP and the MICP, the health care
12 authority and the department may: (i) Withhold from calculations of
13 "available resources" as set forth in RCW 71.24.025 a sum equal to the
14 capitated rate for enrolled individuals; and (ii) employ capitation
15 financing and risk-sharing arrangements in collaboration with health
16 care service contractors licensed by the office of the insurance
17 commissioner and qualified to participate in both the medicaid and
18 medicare programs.

19 (b) If Washington has been selected to participate in phase two of
20 the federal demonstration project for persons dually-eligible for both
21 medicare and medicaid, the department and the authority may initiate
22 the MICP. Participation in the project shall be limited to persons who
23 are eligible for both medicare and medicaid and to counties in which
24 the county legislative authority has agreed to the terms and conditions
25 under which it will operate. The purpose of the project shall be to
26 demonstrate and evaluate ways to improve care while reducing state
27 expenditures for persons enrolled both in medicare and medicaid. To
28 that end, prior to initiating the project, the department and the
29 authority shall assure that state expenditures shall be no greater on
30 either a per person or total basis than the state would otherwise
31 incur. Individuals who are solely eligible for medicaid may also
32 participate if their participation is agreed to by the health care
33 authority, the department, and the county legislative authority.

34 (4) The legislature finds that medicaid payment rates, as
35 calculated by the department pursuant to the appropriations in this
36 act, bear a reasonable relationship to the costs incurred by
37 efficiently and economically operated facilities for providing quality
38 services and will be sufficient to enlist enough providers so that care

1 and services are available to the extent that such care and services
2 are available to the general population in the geographic area. The
3 legislature finds that cost reports, payment data from the federal
4 government, historical utilization, economic data, and clinical input
5 constitute reliable data upon which to determine the payment rates.

6 (5) The department shall to the maximum extent practicable use the
7 same system for delivery of spoken-language interpreter services for
8 social services appointments as the one established for medical
9 appointments in section 213 of this act. When contracting directly
10 with an individual to deliver spoken language interpreter services, the
11 department shall only contract with language access providers who are
12 working at a location in the state and who are state-certified or
13 state-authorized, except that when such a provider is not available,
14 the department may use a language access provider who meets other
15 certifications or standards deemed to meet state standards, including
16 interpreters in other states.

17 (6) The department shall facilitate enrollment under the medicaid
18 expansion for clients applying for or receiving state funded services
19 from the department and its contractors. Prior to open enrollment, the
20 department shall coordinate with the health care authority to provide
21 referrals to the Washington health benefit exchange for clients that
22 will be ineligible for the medicaid expansion but are enrolled in
23 coverage that will be eliminated in the transition to the medicaid
24 expansion.

25 (7)(a) The appropriations to the department of social and health
26 services in this act shall be expended for the programs and in the
27 amounts specified in this act. However, after May 1, 2014, unless
28 specifically prohibited by this act, the department may transfer
29 general fund--state appropriations for fiscal year 2014 among programs
30 after approval by the director of financial management. However, the
31 department shall not transfer state moneys that are provided solely for
32 a specified purpose except as expressly provided in (b) of this
33 subsection.

34 (b) To the extent that transfers under (a) of this subsection are
35 insufficient to fund actual expenditures in excess of fiscal year 2014
36 caseload forecasts and utilization assumptions in the long-term care,
37 foster care, adoptions support, medicaid personal care, and child
38 support programs, the department may transfer state moneys that are

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

13 **Sec. 202.** 2013 2nd sp.s. c 4 s 202 (uncodified) is amended to read
 14 as follows:

15 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
 16 **SERVICES PROGRAM**

17	General Fund--State Appropriation (FY 2014)	((\$296,676,000))
18		<u>\$297,587,000</u>
19	General Fund--State Appropriation (FY 2015)	((\$297,641,000))
20		<u>\$298,458,000</u>
21	General Fund--Federal Appropriation	((\$489,939,000))
22		<u>\$493,925,000</u>
23	General Fund--Private/Local Appropriation	\$1,354,000
24	Home Security Fund Account--State Appropriation	\$10,741,000
25	Domestic Violence Prevention Account--State	
26	Appropriation	\$1,240,000
27	Child and Family Reinvestment Account--State	
28	Appropriation	((\$6,491,000))
29		<u>\$2,647,000</u>
30	TOTAL APPROPRIATION	((\$1,104,082,000))
31		<u>\$1,105,952,000</u>

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

- 34 (1) Within amounts provided for the foster care and adoption
 35 support programs, the department shall control reimbursement decisions
 36 for foster care and adoption support cases such that the aggregate

1 average cost per case for foster care and for adoption support does not
2 exceed the amounts assumed in the projected caseload expenditures.

3 (2) \$668,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$668,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely to contract for the operation of
6 one pediatric interim care center. The center shall provide
7 residential care for up to thirteen children through two years of age.
8 Seventy-five percent of the children served by the center must be in
9 need of special care as a result of substance abuse by their mothers.
10 The center shall also provide on-site training to biological, adoptive,
11 or foster parents. The center shall provide at least three months of
12 consultation and support to the parents accepting placement of children
13 from the center. The center may recruit new and current foster and
14 adoptive parents for infants served by the center. The department
15 shall not require case management as a condition of the contract.

16 (3) \$538,500 of the general fund--state appropriation for fiscal
17 year 2014, \$539,500 of the general fund--state appropriation for fiscal
18 year 2015, \$656,000 of the general fund--private/local appropriation,
19 and \$253,000 of the general fund--federal appropriation are provided
20 solely for children's administration to contract with an educational
21 advocacy provider with expertise in foster care educational outreach.
22 The amounts in this subsection are provided solely for contracted
23 education coordinators to assist foster children in succeeding in K-12
24 and higher education systems and to assure a focus on education during
25 the transition to performance based contracts. Funding shall be
26 prioritized to regions with high numbers of foster care youth and/or
27 regions where backlogs of youth that have formerly requested
28 educational outreach services exist. The department shall utilize
29 private matching funds to maintain educational advocacy services.

30 (4) \$10,741,000 of the home security fund--state appropriation is
31 provided solely for the department to contract for services pursuant to
32 RCW 13.32A.030 and 74.15.220. The department shall contract and
33 collaborate with service providers in a manner that maintains the
34 availability and geographic representation of secure and semi-secure
35 crisis residential centers and HOPE centers. To achieve efficiencies
36 and increase utilization, the department shall allow the co-location of
37 these centers, except that a youth may not be placed in a secure
38 facility or the secure portion of a co-located facility except as

1 specifically authorized by chapter 13.32A RCW. The reductions to
2 appropriations in this subsection related to semi-secure crisis
3 residential centers reflect a reduction to the number of beds for semi-
4 secure crisis residential centers and not a reduction in rates. Any
5 secure crisis residential center or semi-secure crisis residential
6 center bed reduction shall not be based solely upon bed utilization.
7 The department is to exercise its discretion in reducing the number of
8 beds but to do so in a manner that maintains availability and
9 geographic representation of semi-secure and secure crisis residential
10 centers.

11 (5) \$125,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$125,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for a community-based organization
14 that has innovated, developed, and replicated a foster care delivery
15 model that includes a licensed hub home. The community-based
16 organization will provide training and technical assistance to the
17 children's administration to develop five hub home models in region 2
18 that will improve child outcomes, support foster parents, and encourage
19 the least restrictive community placements for children.

20 (6) \$73,000 of the general fund--state appropriation for fiscal
21 year 2014, \$20,000 of the general fund--state appropriation for fiscal
22 year 2015, and \$31,000 of the general fund--federal appropriation are
23 provided solely for implementation of Second Substitute House Bill No.
24 1566 (youth in out-of-home care). If the bill is not enacted by June
25 30, 2013, the amounts provided in this subsection shall lapse.

26 (7) \$88,000 of the general fund--state appropriation for fiscal
27 year 2014, \$2,000 of the general fund--state appropriation for fiscal
28 year 2015, and \$28,000 of the general fund--federal appropriation are
29 provided solely for implementation of Engrossed Substitute House Bill
30 No. 1774 (child welfare system). If the bill is not enacted by June
31 30, 2013, the amounts provided in this subsection shall lapse.

32 (8) \$1,698,000 of the general fund--state appropriation for fiscal
33 year 2014, \$2,788,000 of the general fund--state appropriation for
34 fiscal year 2015, and \$1,894,000 of the general fund--federal
35 appropriation are provided solely for implementation of Engrossed
36 Second Substitute Senate Bill No. 5405 (extended foster care). If the
37 bill is not enacted by June 30, 2013, the amounts provided in this
38 subsection shall lapse.

1 (9) \$579,000 of the general fund--state appropriation for fiscal
2 year 2014, \$579,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$109,000 of the general fund--federal appropriation are
4 provided solely for a receiving care center east of the Cascade
5 mountains.

6 (10)(a) \$446,000 of the general fund--state appropriation for
7 fiscal year 2014 and \$446,000 of the general fund--state appropriation
8 for fiscal year 2015 are provided solely for a contract with a
9 nongovernmental entity or entities to establish one demonstration site
10 in a school district or group of school districts in western
11 Washington.

12 (b) The children's administration and the nongovernmental entity or
13 entities shall collaboratively select the demonstration site. The
14 demonstration site should be a school district or group of school
15 districts with a significant number of students who are dependent
16 pursuant to chapter 13.34 RCW.

17 (c) The demonstration site established under this subsection must
18 be selected by September 1, 2013.

19 (d) The purpose of the demonstration site is to improve the
20 educational outcomes of students who are dependent pursuant to chapter
21 13.34 RCW by providing individualized education services and monitoring
22 and supporting dependent youths' completion of educational milestones,
23 remediation needs, and special education needs.

24 (e) The demonstration site established under this subsection must
25 facilitate the educational progress and graduation of dependent youth.
26 The contract must be performance-based with a stated goal of improving
27 the graduation rates of foster youth by two percent per year over five
28 school year periods, starting with the 2014-15 school year and ending
29 with the 2019-20 school year. The demonstration site must develop and
30 provide services aimed at improving the educational outcomes of foster
31 youth. These services must include:

32 (i) Direct advocacy for foster youth to eliminate barriers to
33 educational access and success;

34 (ii) Consultation with department of social and health services
35 case workers to develop educational plans for and with participating
36 youth;

37 (iii) Monitoring education progress of participating youth;

1 (iv) Providing participating youth with school and local resources
2 that may assist in educational access and success; and

3 (v) Coaching youth, caregivers, and social workers to advocate for
4 dependent youth in the educational system.

5 (f) The contracted nongovernmental entity or entities must report
6 demonstration site outcomes to the department of social and health
7 services and the office of public instruction by June 30, 2014, for the
8 2013-14 school year, and by June 30, 2015, for the 2014-15 school year.

9 (g) The children's administration must proactively refer all
10 students fifteen years or older, within the demonstration site area, to
11 the selected nongovernmental entity for educational services.

12 (h) The children's administration must report quarterly to the
13 legislature on the number of eligible youth and number of youth
14 referred for services beginning at the close of the second quarter of
15 fiscal year 2014 and through the final quarter of fiscal year 2015.

16 (i) The contracted nongovernmental entity or entities shall report
17 to the legislature by June 30, 2015, on the effectiveness of the
18 demonstration site in increasing graduation rates for dependent youth.

19 (11) \$50,000 of the general fund--state appropriation for fiscal
20 year 2014, and \$50,000 of the general fund--state appropriation for
21 fiscal year 2015, and \$256,000 of the general fund--federal
22 appropriation are provided solely for implementation of Substitute
23 Senate Bill No. 5315 (Powell fatality team). If the bill is not
24 enacted by June 30, 2013, the amounts provided in this subsection shall
25 lapse.

26 (12) \$670,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$670,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for services provided through
29 children's advocacy centers.

30 (13)(a) \$22,695,000 of the general fund--state appropriation for
31 fiscal year 2014, \$22,695,000 of the general fund--state appropriation
32 for fiscal year 2015, and \$28,450,000 of the general fund--federal
33 appropriation are provided solely for services for children and
34 families. Prior to approval of contract services pursuant to RCW
35 74.13B.020, the amounts provided in this section shall be allotted on
36 a monthly basis and expenditures shall not exceed allotments based on
37 a three-month rolling average without approval of the office of

1 financial management following notification to the legislative fiscal
2 committees.

3 (b) The department shall provide these services to safely reduce
4 the number of children in out-of-home care, the time spent in out-of-
5 home care prior to achieving permanency, and the number of children
6 returning to out-of-home care following permanency.

7 (14) \$244,000 of the general fund--state appropriation for fiscal
8 year 2014, (~~(\$1,783,000)~~) \$5,832,000 of the general fund--state
9 appropriation for fiscal year 2015, (~~(\$6,491,000)~~) \$2,647,000 of the
10 child and family reinvestment account--state appropriation, and
11 \$8,274,000 of the general fund--federal appropriation, are provided
12 solely for the implementation and operations of the family assessment
13 response program.

14 (15) \$100,000 of the general fund--state appropriation for fiscal
15 year 2015 and \$60,000 of the general fund--federal appropriation are
16 provided solely to implement Engrossed Second Substitute House Bill No.
17 1675 (adoption process). If the bill is not enacted by June 30, 2014,
18 the amounts provided in this subsection shall lapse.

19 (16) \$15,000 of the general fund--state appropriation for fiscal
20 year 2015 is provided solely to implement Second Substitute House Bill
21 No. 2616 (parents with developmental disabilities). If the bill is not
22 enacted by June 30, 2014, the amount provided in this subsection shall
23 lapse.

24 (17) \$150,000 of the general fund--state appropriation for fiscal
25 year 2015 is provided solely for training, technical assistance, and
26 fidelity oversight for an open source parenting program developed by a
27 university-based child welfare research entity. Expenditure of the
28 amount provided in this subsection is contingent upon the availability
29 of private funds necessary for the research entity to develop the open
30 source parenting curriculum. The children's administration must make
31 the open source parenting program available to parents with an open
32 child welfare case beginning in the last six months of fiscal year
33 2015.

34 (18) Effective January 2015, in addition to the youth eligible for
35 extended foster care services under RCW 13.34.267 and 74.13.031, the
36 department is authorized to provide extended foster care services to
37 nonminor dependents who are engaged in employment for eighty hours or

1 more per month. \$83,000 of the general fund--state appropriation for
2 fiscal year 2015 and \$23,000 of the general fund--federal appropriation
3 are provided solely for such services.

4 (19) Within amounts appropriated in this section, the advisory
5 committee convened by the department in RCW 74.13.096 shall consult
6 with the governor's office of Indian affairs, the Washington state
7 commission on African-American affairs, the Washington state commission
8 on Asian Pacific American affairs, and the Washington state commission
9 on Hispanic affairs to develop membership rules by August 1, 2014. The
10 membership rules must be included in the annual secretary's report
11 required under RCW 74.13.096(6).

12 **Sec. 203.** 2013 2nd sp.s. c 4 s 203 (uncodified) is amended to read
13 as follows:

14 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
15 **REHABILITATION PROGRAM**

16	General Fund--State Appropriation (FY 2014)	((\$89,967,000))
17		<u>\$89,982,000</u>
18	General Fund--State Appropriation (FY 2015)	((\$90,255,000))
19		<u>\$89,889,000</u>
20	General Fund--Federal Appropriation	\$3,464,000
21	General Fund--Private/Local Appropriation	\$1,981,000
22	Washington Auto Theft Prevention Authority Account--	
23	State Appropriation	\$196,000
24	Reinvesting in Youth--State Appropriation	\$383,000
25	Juvenile Accountability Incentive Account--Federal	
26	Appropriation	\$2,801,000
27	TOTAL APPROPRIATION	((\$189,047,000))
28		<u>\$188,696,000</u>

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

31 (1) \$331,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$331,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for deposit in the county criminal
34 justice assistance account for costs to the criminal justice system
35 associated with the implementation of chapter 338, Laws of 1997
36 (juvenile code revisions). The amounts provided in this subsection are

1 intended to provide funding for county adult court costs associated
2 with the implementation of chapter 338, Laws of 1997 and shall be
3 distributed in accordance with RCW 82.14.310.

4 (2) \$2,716,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$2,716,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the implementation of chapter
7 338, Laws of 1997 (juvenile code revisions). The amounts provided in
8 this subsection are intended to provide funding for county impacts
9 associated with the implementation of chapter 338, Laws of 1997 and
10 shall be distributed to counties as prescribed in the current
11 consolidated juvenile services (CJS) formula.

12 (3) \$3,482,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$3,482,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely to implement community juvenile
15 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile
16 code revisions). Funds provided in this subsection may be used solely
17 for community juvenile accountability grants, administration of the
18 grants, and evaluations of programs funded by the grants.

19 (4) \$1,130,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$1,130,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely to implement alcohol and substance
22 abuse treatment programs for locally committed offenders. The juvenile
23 rehabilitation administration shall award these moneys on a competitive
24 basis to counties that submitted a plan for the provision of services
25 approved by the division of alcohol and substance abuse. The juvenile
26 rehabilitation administration shall develop criteria for evaluation of
27 plans submitted and a timeline for awarding funding and shall assist
28 counties in creating and submitting plans for evaluation.

29 (5) \$3,123,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$3,123,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for grants to county juvenile
32 courts for the following programs identified by the Washington state
33 institute for public policy (institute) in its October 2006 report:
34 "Evidence-Based Public Policy Options to Reduce Future Prison
35 Construction, Criminal Justice Costs and Crime Rates": Functional
36 family therapy, multi-systemic therapy, aggression replacement training
37 and interagency coordination programs, or other programs with a
38 positive benefit-cost finding in the institute's report. County

1 juvenile courts shall apply to the juvenile rehabilitation
2 administration for funding for program-specific participation and the
3 administration shall provide grants to the courts consistent with the
4 per-participant treatment costs identified by the institute.

5 (6) \$1,537,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$1,537,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for expansion of the following
8 treatments and therapies in juvenile rehabilitation administration
9 programs identified by the Washington state institute for public policy
10 in its October 2006 report: "Evidence-Based Public Policy Options to
11 Reduce Future Prison Construction, Criminal Justice Costs and Crime
12 Rates": Multidimensional treatment foster care, family integrated
13 transitions, and aggression replacement training, or other programs
14 with a positive benefit-cost finding in the institute's report. The
15 administration may concentrate delivery of these treatments and
16 therapies at a limited number of programs to deliver the treatments in
17 a cost-effective manner.

18 (7)(a) The juvenile rehabilitation administration shall administer
19 a block grant, rather than categorical funding, of consolidated
20 juvenile service funds, community juvenile accountability act grants,
21 the chemical dependency disposition alternative funds, the mental
22 health disposition alternative, and the sentencing disposition
23 alternative for the purpose of serving youth adjudicated in the
24 juvenile justice system. In making the block grant, the juvenile
25 rehabilitation administration shall follow the following formula and
26 will prioritize evidence-based programs and disposition alternatives
27 and take into account juvenile courts program-eligible youth in
28 conjunction with the number of youth served in each approved evidence-
29 based program or disposition alternative: (i) Thirty-seven and one-
30 half percent for the at-risk population of youth ten to seventeen years
31 old; (ii) fifteen percent for moderate and high-risk youth; (iii)
32 twenty-five percent for evidence-based program participation; (iv)
33 seventeen and one-half percent for minority populations; (v) three
34 percent for the chemical dependency disposition alternative; and (vi)
35 two percent for the mental health and sentencing dispositional
36 alternatives. Funding for the special sex offender disposition
37 alternative (SSODA) shall not be included in the block grant, but
38 allocated on the average daily population in juvenile courts. Funding

1 for the evidence-based expansion grants shall be excluded from the
2 block grant formula. Funds may be used for promising practices when
3 approved by the juvenile rehabilitation administration and juvenile
4 courts, through the community juvenile accountability act committee,
5 based on the criteria established in consultation with Washington state
6 institute for public policy and the juvenile courts.

7 (b) The juvenile rehabilitation administration and the juvenile
8 courts shall establish a block grant funding formula oversight
9 committee with equal representation from the juvenile rehabilitation
10 administration and the juvenile courts. The purpose of this committee
11 is to assess the ongoing implementation of the block grant funding
12 formula, utilizing data-driven decision making and the most current
13 available information. The committee will be cochaired by the juvenile
14 rehabilitation administration and the juvenile courts, who will also
15 have the ability to change members of the committee as needed to
16 achieve its purpose. Initial members will include one juvenile court
17 representative from the finance committee, the community juvenile
18 accountability act committee, the risk assessment quality assurance
19 committee, the executive board of the Washington association of
20 juvenile court administrators, the Washington state center for court
21 research, and a representative of the superior court judges
22 association; two representatives from the juvenile rehabilitation
23 administration headquarters program oversight staff, two
24 representatives of the juvenile rehabilitation administration regional
25 office staff, one representative of the juvenile rehabilitation
26 administration fiscal staff and a juvenile rehabilitation
27 administration division director. The committee may make changes to
28 the formula categories other than the evidence-based program and
29 disposition alternative categories if it is determined the changes will
30 increase statewide service delivery or effectiveness of evidence-based
31 program or disposition alternative resulting in increased cost benefit
32 savings to the state. Long-term cost benefit must be considered.
33 Percentage changes may occur in the evidence-based program or
34 disposition alternative categories of the formula should it be
35 determined the changes will increase evidence-based program or
36 disposition alternative delivery and increase the cost benefit to the
37 state. These outcomes will also be considered in determining when

1 evidence-based expansion or special sex offender disposition
2 alternative funds should be included in the block grant or left
3 separate.

4 (c) The juvenile courts and administrative office of the courts
5 shall be responsible for collecting and distributing information and
6 providing access to the data systems to the juvenile rehabilitation
7 administration and the Washington state institute for public policy
8 related to program and outcome data. The juvenile rehabilitation
9 administration and the juvenile courts will work collaboratively to
10 develop program outcomes that reinforce the greatest cost benefit to
11 the state in the implementation of evidence-based practices and
12 disposition alternatives.

13 (8) The juvenile courts and administrative office of the courts
14 shall collect and distribute information related to program outcome and
15 provide access to these data systems to the juvenile rehabilitation
16 administration and Washington state institute for public policy. The
17 agreements between administrative office of the courts, the juvenile
18 courts, and the juvenile rehabilitation administration shall be
19 executed to ensure that the juvenile rehabilitation administration
20 receives the data that the juvenile rehabilitation administration
21 identifies as needed to comply with this subsection. This includes,
22 but is not limited to, information by program at the statewide
23 aggregate level, individual court level, and individual client level
24 for the purpose of the juvenile rehabilitation administration providing
25 quality assurance and oversight for the locally committed youth block
26 grant and associated funds and at times as specified by the juvenile
27 rehabilitation administration as necessary to carry out these
28 functions. The data shall be provided in a manner that reflects the
29 collaborative work the juvenile rehabilitation administration and
30 juvenile courts have developed regarding program outcomes that
31 reinforce the greatest cost benefit to the state in the implementation
32 of evidence-based practices and disposition alternatives.

33 (9) \$445,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$445,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for funding of the teamchild
36 project.

37 (10) \$178,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$178,000 of the general fund--state appropriation for
2 fiscal year 2015 are provided solely for the juvenile detention
3 alternatives initiative.

4 (11) \$250,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$250,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for a grant program focused on
7 criminal street gang prevention and intervention. The Washington state
8 partnership council on juvenile justice may award grants under this
9 subsection. The council shall give priority to applicants who have
10 demonstrated the greatest problems with criminal street gangs.
11 Applicants composed of, at a minimum, one or more local governmental
12 entities and one or more nonprofit, nongovernmental organizations that
13 have a documented history of creating and administering effective
14 criminal street gang prevention and intervention programs may apply for
15 funding under this subsection.

16 (12) \$100,000 of the general fund--state appropriation for fiscal
17 year 2015 is provided solely to implement Engrossed Substitute House
18 Bill No. 2164 (juvenile firearms offenders). If the bill is not
19 enacted by June 30, 2014, the amount provided in this subsection shall
20 lapse.

21 (13) \$500,000 of the general fund--state appropriation for fiscal
22 year 2015 is provided solely for competitive grants to community-based
23 organizations to provide at-risk youth intervention services, including
24 but not limited to, case management, employment services, educational
25 services, and street outreach intervention programs. Projects funded
26 should focus on preventing, intervening, and suppressing behavioral
27 problems and violence while linking at-risk youth to pro-social
28 activities. The costs of administration may not exceed four percent of
29 appropriated funding for each grant recipient. Each entity receiving
30 funds must report to the juvenile rehabilitation administration on the
31 number and types of youth served, the services provided, and the impact
32 of those services upon the youth and the community.

33 **Sec. 204.** 2013 2nd sp.s. c 4 s 204 (uncodified) is amended to read
34 as follows:

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

37 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

1	General Fund--State Appropriation (FY 2014)	((\$327,467,000))
2		<u>\$328,527,000</u>
3	General Fund--State Appropriation (FY 2015)	((\$308,723,000))
4		<u>\$329,211,000</u>
5	General Fund--Federal Appropriation	((\$561,394,000))
6		<u>\$666,113,000</u>
7	General Fund--Private/Local Appropriation	\$17,864,000
8	TOTAL APPROPRIATION	((\$1,215,448,000))
9		<u>\$1,341,715,000</u>

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

12 (a) \$104,999,000 of the general fund--state appropriation for
13 fiscal year 2014 and ((~~\$85,895,000~~)) \$88,895,000 of the general fund--
14 state appropriation for fiscal year 2015 are provided solely for
15 persons and services not covered by the medicaid program. To the
16 extent possible, levels of regional support network spending shall be
17 maintained in the following priority order: Crisis and commitment
18 services; community inpatient services; and residential care services,
19 including personal care and emergency housing assistance. This is a
20 reduction in flexible nonmedicaid funding of \$4,343,000 for fiscal year
21 2014 and ((~~\$23,446,000~~)) \$20,446,000 for fiscal year 2015. This
22 reduction reflects offsets in state funding related to services that
23 will now be funded with federal dollars through the affordable care act
24 medicaid expansion. This reduction shall be distributed ((~~as follows:~~

25 ~~(i) The \$4,343,000 reduction in fiscal year 2014 and \$11,723,000 of~~
26 ~~the reduction in fiscal year 2015 must be distributed))~~ among regional
27 support networks based on a formula that equally weights each regional
28 support networks proportion of individuals who become newly eligible
29 and enroll in medicaid under the expansion provisions of the affordable
30 care act ((~~in fiscal year 2014~~)) and each regional support network's
31 spending of flexible nonmedicaid funding on services that would be
32 reimbursable for federal medicaid matching funds if provided to
33 medicaid enrollees in the 2011-2013 fiscal biennium.

34 ((~~(ii) The remaining \$11,723,000 reduction in fiscal year 2015 must~~
35 ~~be distributed among regional support networks based on each regional~~
36 ~~support network's proportion of individuals who become newly eligible~~
37 ~~and enroll in medicaid under the expansion provisions of the affordable~~
38 ~~care act through fiscal year 2015.))~~

1 (b) \$6,590,000 of the general fund--state appropriation for fiscal
2 year 2014, \$6,590,000 of the general fund--state appropriation for
3 fiscal year 2015, and \$7,620,000 of the general fund--federal
4 appropriation are provided solely for the department and regional
5 support networks to continue to contract for implementation of high-
6 intensity programs for assertive community treatment (PACT) teams. In
7 determining the proportion of medicaid and nonmedicaid funding provided
8 to regional support networks with PACT teams, the department shall
9 consider the differences between regional support networks in the
10 percentages of services and other costs associated with the teams that
11 are not reimbursable under medicaid. The department may allow regional
12 support networks which have nonmedicaid reimbursable costs that are
13 higher than the nonmedicaid allocation they receive under this section
14 to supplement these funds with local dollars or funds received under
15 section 204(1)(a) of this act. The department and regional support
16 networks shall maintain consistency with all essential elements of the
17 PACT evidence-based practice model in programs funded under this
18 section.

19 (c) \$5,850,000 of the general fund--state appropriation for fiscal
20 year 2014, \$5,850,000 of the general fund--state appropriation for
21 fiscal year 2015, and \$1,300,000 of the general fund--federal
22 appropriation are provided solely for the western Washington regional
23 support networks to provide either community- or hospital campus-based
24 services for persons who require the level of care previously provided
25 by the program for adaptive living skills (PALS) at western state
26 hospital.

27 (d) The number of nonforensic beds allocated for use by regional
28 support networks at eastern state hospital shall be 192 per day. The
29 number of nonforensic beds allocated for use by regional support
30 networks at western state hospital shall be 557 per day.

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

37 (f) The department is authorized to continue to contract directly,

1 rather than through contracts with regional support networks, for
2 children's long-term inpatient facility services.

3 (g) \$750,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$750,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely to continue performance-based
6 incentive contracts to provide appropriate community support services
7 for individuals with severe mental illness who were discharged from the
8 state hospitals as part of the expanding community services initiative.
9 These funds will be used to enhance community residential and support
10 services provided by regional support networks through other state and
11 federal funding.

12 (h) \$1,125,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$1,125,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the Spokane regional support
15 network to implement services to reduce utilization and the census at
16 eastern state hospital. Such services shall include:

17 (i) High intensity treatment team for persons who are high
18 utilizers of psychiatric inpatient services, including those with co-
19 occurring disorders and other special needs;

20 (ii) Crisis outreach and diversion services to stabilize in the
21 community individuals in crisis who are at risk of requiring inpatient
22 care or jail services;

23 (iii) Mental health services provided in nursing facilities to
24 individuals with dementia, and consultation to facility staff treating
25 those individuals; and

26 (iv) Services at the sixteen-bed evaluation and treatment facility.

27 At least annually, the Spokane regional support network shall
28 assess the effectiveness of these services in reducing utilization at
29 eastern state hospital, identify services that are not optimally
30 effective, and modify those services to improve their effectiveness.

31 (i) \$1,529,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$1,529,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely to reimburse Pierce and Spokane
34 counties for the cost of conducting 180-day commitment hearings at the
35 state psychiatric hospitals.

36 (j) Regional support networks may use local funds to earn
37 additional federal medicaid match, provided the locally matched rate
38 does not exceed the upper-bound of their federally allowable rate

1 range, and provided that the enhanced funding is used only to provide
2 medicaid state plan or waiver services to medicaid clients.
3 Additionally, regional support networks may use a portion of the state
4 funds allocated in accordance with (a) of this subsection to earn
5 additional medicaid match, but only to the extent that the application
6 of such funds to medicaid services does not diminish the level of
7 crisis and commitment, community inpatient, residential care, and
8 outpatient services presently available to persons not eligible for
9 medicaid.

10 (k) \$3,436,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$2,291,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for mental health services for
13 mentally ill offenders while confined in a county or city jail and for
14 facilitating access to programs that offer mental health services upon
15 release from confinement.

16 (l) \$523,000 of the general fund--state appropriation for fiscal
17 year 2014, \$775,000 of the general fund--state appropriation for fiscal
18 year 2015, and \$854,000 of the general fund--federal appropriation are
19 provided solely for implementation of sections 3 through 5 of chapter
20 289, Laws of 2013 (E2SHB 1114). Regional support networks must use
21 this funding for the development of intensive community programs that
22 allow individuals to be diverted or transitioned from the state
23 hospitals in accordance with plans approved by the department.

24 (m) \$5,986,000 of the general fund--state appropriation for fiscal
25 year 2014, \$11,592,000 of the general fund--state appropriation for
26 fiscal year 2015, and \$10,160,000 of the general fund--federal
27 appropriation are provided solely for implementation of chapter 335,
28 Laws of 2013 (ESSB 5480). Regional support networks must use this
29 funding for the development of intensive community programs that allow
30 individuals to be diverted or transitioned from the state hospitals in
31 accordance with plans approved by the department.

32 (n) Due to recent approval of federal medicaid matching funds for
33 the disability lifeline and the alcohol and drug abuse treatment
34 support act programs, the department shall charge regional support
35 networks for only the state share rather than the total cost of
36 community psychiatric hospitalization for persons enrolled in those
37 programs.

1 (o) The legislature finds that the circumstances of the Chelan-
2 Douglas regional support network (CD-RSN) make it necessary for CD-RSN
3 to undergo restructuring in order to provide mental health services
4 essential to the health and wellness of the citizens within its service
5 area. The legislature intends to provide additional temporary
6 financial relief to the CD-RSN while it undergoes internal
7 restructuring or negotiates a merger with another regional support
8 network.

9 The department shall negotiate relief for outstanding fiscal year
10 2013 reimbursements owed by CD-RSN to the state provided that the CD-
11 RSN has a plan in place that is approved by the department by August 1,
12 2013, that demonstrates how CD-RSN will maintain financial viability
13 and stability or will merge with another regional support network.

14 For the period of July 1, 2013, through December 31, 2013, the
15 department may alter collection of reimbursement from CD-RSN for
16 overuse of state hospital beds. To receive a reduction to the required
17 reimbursement for overuse of state hospital beds, CD-RSN must continue
18 to prioritize services that reduce its utilization and census at
19 eastern state hospital and be actively implementing an approved plan to
20 maintain financial viability or pursuing a future merger with another
21 regional support network. Up to \$298,000 of the general fund--state
22 appropriation for fiscal year 2014 is for the department to provide
23 payments to regional support networks in eastern Washington which have
24 used less than their allocated or contracted patient days of care at
25 the state hospital to replace the share of the reimbursements from CD-
26 RSN that the regional support networks would have received under RCW
27 71.24.320.

28 (p) \$266,000 of the general fund--state appropriation for fiscal
29 year 2014 (~~is~~) and \$1,500,000 of the general fund--state
30 appropriation for fiscal year 2015 are provided solely to maintain
31 services for the King county regional support network as it works to
32 transition services to settings that are eligible for federal
33 participation for individuals covered under the medicaid program.

34 (q) Within the amounts appropriated in this section, funding is
35 provided for the department to develop and phase in intensive mental
36 health services for high needs youth consistent with the settlement
37 agreement in T.R. v. Dreyfus and Porter.

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

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

6 (b) \$231,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$231,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for a community partnership
9 between western state hospital and the city of Lakewood to support
10 community policing efforts in the Lakewood community surrounding
11 western state hospital. The amounts provided in this subsection (2)(b)
12 are for the salaries, benefits, supplies, and equipment for one full-
13 time investigator, one full-time police officer, and one full-time
14 community service officer at the city of Lakewood.

15 (c) \$45,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$45,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for payment to the city of
18 Lakewood for police services provided by the city at western state
19 hospital and adjacent areas.

20 (d) \$20,000,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$20,000,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely to maintain staffed capacity to
23 serve an average daily census in forensic wards at western state
24 hospital of 270 patients per day.

25 (e) (~~(\$2,068,000)~~) \$6,194,000 of the general fund--state
26 appropriation for fiscal year 2014, \$2,066,000 of the general fund--
27 state appropriation for fiscal year 2015, and \$240,000 of the general
28 fund--federal appropriation are provided solely for the state
29 psychiatric hospitals to plan, procure, and implement the core elements
30 of an electronic medical record system that is compliant with the
31 international classification of diseases (ICD-10) by October 1, 2014.
32 These funds must only be used for an electronic medical record system
33 that meets federal criteria for electronic sharing of patient
34 information and clinical care summaries with doctors' offices,
35 hospitals, and health systems which use federally certified electronic
36 health record systems. The procurement and implementation shall be
37 conducted to allow for these services to be expanded to the department
38 of corrections. The amounts provided in this subsection are

1 conditioned on the department satisfying the requirements of the
2 project management oversight standards and policies established by the
3 office of the chief information officer.

4 (3) SPECIAL PROJECTS

5	General Fund--State Appropriation (FY 2014)	((\$1,609,000))
6		<u>\$1,612,000</u>
7	General Fund--State Appropriation (FY 2015)	((\$1,610,000))
8		<u>\$1,613,000</u>
9	General Fund--Federal Appropriation	\$6,286,000
10	TOTAL APPROPRIATION	((\$9,505,000))
11		<u>\$9,511,000</u>

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

14 (a) \$1,161,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$1,161,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for children's evidence-based
17 mental health services.

18 (b) \$446,000 of the general fund--state appropriation for fiscal
19 year 2014, \$446,000 of the general fund--state appropriation for fiscal
20 year 2015, and \$178,000 of the general fund--federal appropriation are
21 provided solely for the University of Washington's evidence-based
22 practice institute which supports the identification, evaluation, and
23 implementation of evidence-based or promising practices. The institute
24 must work with the department to develop a plan to seek private,
25 federal, or other grant funding in order to reduce the need for state
26 general funds. The institute and the department must submit this plan
27 to the office of financial management and the fiscal committees of the
28 legislature by December 1, 2013.

29 (4) PROGRAM SUPPORT

30	General Fund--State Appropriation (FY 2014)	((\$5,287,000))
31		<u>\$6,153,000</u>
32	General Fund--State Appropriation (FY 2015)	((\$4,777,000))
33		<u>\$7,486,000</u>
34	General Fund--Federal Appropriation	((\$7,711,000))
35		<u>\$9,443,000</u>
36	General Fund--Private/Local Appropriation	\$502,000
37	TOTAL APPROPRIATION	((\$18,277,000))

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

(a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to adopt license and certification fees in fiscal years 2014 and 2015 to support the costs of the regulatory program. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint commission on accreditation of health care organizations, the commission on accreditation of rehabilitation facilities, and the council on accreditation. To reflect the reduced costs associated with regulation of accredited programs, the department's fees for organizations with such proof of accreditation must reflect the lower costs of licensing for these programs than for other organizations which are not accredited.

(b) \$74,000 of the general fund--state appropriation for fiscal year 2014, \$74,000 of the general fund--state appropriation for fiscal year 2015, and \$78,000 of the general fund--federal appropriation are provided solely for implementation of chapter 335, Laws of 2013 (ESSB 5480).

(c) \$160,000 of the general fund--state appropriation for fiscal year 2014 and \$80,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementation of chapter 284, Laws of 2013 (ESSB 5551).

(d) In developing the new medicaid managed care rates under which the public mental health managed care system will operate, the department must seek to estimate the reasonable and necessary cost of efficiently and effectively providing a comparable set of medically necessary mental health benefits to persons of different acuity levels regardless of where in the state they live. The department must report to the office of financial management and to the relevant fiscal and policy committees of the legislature on its proposed new mental health managed care rate-setting approach by August 1, 2013, and again at least sixty days prior to implementation of new capitation rates.

(e) \$349,000 of the general fund--state appropriation for fiscal year 2014, \$212,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$302,000 of the general fund--federal appropriation are
2 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and
3 chapter 338, Laws of 2013 (2SSB 5732).

4 (f) The department shall work cooperatively with the health care
5 authority to explore the feasibility of incentivizing small, rural
6 hospitals to convert, in part or fully, some of their beds to
7 psychiatric treatment beds. No later than December 31, 2014, the
8 department shall report to the appropriate fiscal committees of the
9 legislature on the feasibility of such conversion. The report shall
10 consider rate enhancements and the ability to claim federal medicaid
11 matching funds on converted beds.

12 (g) \$75,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$21,000 of the general fund--federal appropriation are
14 provided for implementation of section 9, chapter 197, Laws of 2013
15 (ESHB 1336). The department must utilize these funds for mental health
16 first aid training targeted at teachers and educational staff in
17 accordance with the training model developed by the department of
18 psychology in Melbourne, Australia.

19 (h) Within the amounts appropriated in this section, funding is
20 provided for the department to continue to develop the child adolescent
21 needs and strengths assessment tool and build workforce capacity to
22 provide evidence based wraparound services for children, consistent
23 with the (~~anticipated~~) settlement agreement in *T.R. v. Dreyfus and*
24 *Porter*.

25 (i) \$610,000 of the general fund--state appropriation for fiscal
26 year 2014, \$1,193,000 of the general fund--state appropriation for
27 fiscal year 2015, and \$971,000 of the general fund--federal
28 appropriation are provided solely for the implementation of Engrossed
29 Second Substitute House Bill No. 2639 (mental health, chemical
30 dependency) and Engrossed Substitute House Bill No. 2315 (suicide
31 prevention). If Second Substitute House Bill No. 2639 (mental health,
32 chemical dependency) is not enacted by June 30, 2014, the amounts
33 provided in this subsection shall lapse.

34 (j) \$70,000 of the general fund--state appropriation for fiscal
35 year 2015 is provided solely for the department to contract with the
36 criminal justice training commission for training officers on working
37 with individuals with mental health issues.

1 **Sec. 205.** 2013 2nd sp.s. c 4 s 205 (uncodified) is amended to read
2 as follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
4 **DISABILITIES PROGRAM**

5	(1) COMMUNITY SERVICES	
6	General Fund--State Appropriation (FY 2014)	((\$439,963,000))
7		<u>\$445,988,000</u>
8	General Fund--State Appropriation (FY 2015)	((\$458,131,000))
9		<u>\$474,995,000</u>
10	General Fund--Federal Appropriation	((\$820,769,000))
11		<u>\$838,228,000</u>
12	General Fund--Private/Local Appropriation	((\$21,000))
13		<u>\$776,000</u>
14	TOTAL APPROPRIATION	((\$1,718,884,000))
15		<u>\$1,759,987,000</u>

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

18 (a) Individuals receiving services as supplemental security income
19 (SSI) state supplemental payments shall not become eligible for medical
20 assistance under RCW 74.09.510 due solely to the receipt of SSI state
21 supplemental payments.

22 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
23 43.135.055, the department is authorized to increase nursing facility,
24 assisted living facility, and adult family home fees as necessary to
25 fully support the actual costs of conducting the licensure, inspection,
26 and regulatory programs. The license fees may not exceed the
27 department's annual licensing and oversight activity costs and shall
28 include the department's cost of paying providers for the amount of the
29 license fee attributed to medicaid clients.

30 (i) The current annual renewal license fee for adult family homes
31 shall be increased to \$225 per bed beginning in fiscal year 2014 and
32 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
33 shall be charged to each adult family home when the home is initially
34 licensed. This fee is nonrefundable.

35 (ii) The current annual renewal license fee for assisted living
36 facilities shall be increased to \$106 per bed beginning in fiscal year
37 2014 and \$106 per bed beginning in fiscal year 2015.

1 (iii) The current annual renewal license fee for nursing facilities
2 shall be increased to \$359 per bed beginning in fiscal year 2014 and
3 \$359 per bed beginning in fiscal year 2015.

4 (c) (~~(\$13,301,000)~~) \$13,267,000 of the general fund--state
5 appropriation for fiscal year 2014, (~~(\$20,607,000)~~) \$20,754,000 of the
6 general fund--state appropriation for fiscal year 2015, and
7 (~~(\$33,910,000)~~) \$34,024,000 of the general fund federal appropriation
8 are provided solely for the implementation of the agreement reached
9 between the governor and the service employees international union
10 healthcare 775nw through an interest arbitration decision under the
11 provisions of chapters 74.39A and 41.56 RCW for the 2013-2015 fiscal
12 biennium.

13 (d) \$6,244,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$6,244,000 of the general fund--state appropriation for
15 fiscal year 2015 are appropriated solely for the individual and family
16 support program. Within these amounts, the department shall expand the
17 current number of clients receiving services and focus on extending
18 services to individuals with developmental disabilities who are not
19 otherwise receiving paid services from the department.

20 (~~(f)~~) ~~(\$1,547,000)~~ (e) \$774,000 of the general fund--state
21 appropriation for fiscal year 2015, and (~~(\$4,790,000)~~) \$2,395,000 of
22 the general fund--federal appropriation are provided solely for a
23 payment system that satisfies medicaid requirements regarding time
24 reporting for W-2 providers. The amounts provided in this subsection
25 are conditioned on the department satisfying the requirements of the
26 project management oversight standards and policies established by the
27 office of the chief information officer.

28 (~~(g)~~) (f) \$1,707,000 of the general fund--state appropriation for
29 fiscal year 2014, \$2,670,000 of the general fund--state appropriation
30 for fiscal year 2015, and \$4,376,000 of the general fund--federal
31 appropriation are provided solely for the homecare agency parity
32 impacts of the service employees international union healthcare 775nw
33 arbitration award.

34 (~~(h)~~) (g) The department is authorized to establish limited
35 exemption criteria in rule to address RCW 74.39A.325 when a landline
36 phone is not available to the employee.

37 (h) \$242,000 of the general fund--federal appropriation and
38 \$241,000 of the general fund--local appropriation are provided solely

1 to implement Second Substitute House Bill No. 1574 (residential
2 services and supports). If the bill is not enacted by June 30, 2014,
3 the amounts provided in this subsection shall lapse. In accordance
4 with Second Substitute House Bill No. 1574, the department is
5 authorized to increase supported living fees as necessary to support
6 the actual costs of conducting the certification, inspection, and
7 regulatory programs. The certification fees may not exceed the
8 department's annual licensing and oversight activity costs and shall
9 include the department's cost of paying providers for the amount of the
10 certification fee attributed to medicaid clients. The annual
11 certification fee for supported living shall be \$128 per client
12 beginning in fiscal year 2015.

13 (i) \$91,000 of the general fund--state appropriation for fiscal
14 year 2015 is provided solely to implement Substitute House Bill No.
15 2310 (provider safety equipment). If the bill is not enacted by June
16 30, 2014, the amount provided in this subsection shall lapse.

17 (j) The department may authorize a one-time waiver of all or any
18 portion of the licensing and processing fees required under RCW
19 70.128.060 in any case in which the department determines that an adult
20 family home is being relicensed because of exceptional circumstances,
21 such as death or incapacity of a provider, and that to require the full
22 payment of the licensing and processing fees would present a hardship
23 to the applicant.

24 (k) The department of social and health services shall increase the
25 benchmark rates for community residential service businesses providing
26 supported living, group home, and licensed staff residential services
27 for people with developmental disabilities by thirty cents starting
28 July 1, 2014.

29 (l) It is the intent of the legislature to use savings from the
30 community first choice option to make needed investments in home and
31 community-based services for seniors and people with disabilities,
32 including potential investments recommended by the joint legislative
33 executive committee on aging and disability and a development and
34 implementation council that the department of social and health
35 services must convene prior to submitting the proposed community first
36 choice option to the centers for medicare and medicaid services. At a
37 minimum, the final report to the legislature from the joint legislative
38 executive committee on aging and disability must explore the cost and

1 benefit of rate enhancements for providers of long-term services and
2 supports, restoration of hours for in-home clients, additional
3 investment in the family caregiver support program, and additional
4 investment in the individual and family services program or other
5 medicaid services to support individuals with developmental
6 disabilities.

7 (2) INSTITUTIONAL SERVICES

8	General Fund--State Appropriation (FY 2014)	((\$85,261,000))
9		<u>\$85,962,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$84,980,000))
11		<u>\$85,812,000</u>
12	General Fund--Federal Appropriation	((\$160,021,000))
13		<u>\$161,630,000</u>
14	General Fund--Private/Local Appropriation	\$23,041,000
15	TOTAL APPROPRIATION	((\$353,303,000))
16		<u>\$356,445,000</u>

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

19 (a) Individuals receiving services as supplemental security income
20 (SSI) state supplemental payments shall not become eligible for medical
21 assistance under RCW 74.09.510 due solely to the receipt of SSI state
22 supplemental payments.

23 (b) \$721,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$721,000 of the general fund--state appropriation for
25 fiscal year 2015 are for the department to fulfill its contracts with
26 the school districts under chapter 28A.190 RCW to provide
27 transportation, building space, and other support services as are
28 reasonably necessary to support the educational programs of students
29 living in residential habilitation centers.

30 (3) PROGRAM SUPPORT

31	General Fund--State Appropriation (FY 2014)	((\$1,943,000))
32		<u>\$1,975,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$1,993,000))
34		<u>\$2,025,000</u>
35	General Fund--Federal Appropriation	((\$1,957,000))
36		<u>\$2,068,000</u>
37	TOTAL APPROPRIATION	((\$5,893,000))

1		<u>\$6,068,000</u>
2	(4) SPECIAL PROJECTS	
3	General Fund--State Appropriation (FY 2014)	((\$1,400,000))
4		<u>\$1,403,000</u>
5	General Fund--State Appropriation (FY 2015)	((\$1,400,000))
6		<u>\$1,403,000</u>
7	General Fund--Federal Appropriation	((\$1,200,000))
8		<u>\$1,206,000</u>
9	TOTAL APPROPRIATION	((\$4,000,000))
10		<u>\$4,012,000</u>

11 **Sec. 206.** 2013 2nd sp.s. c 4 s 206 (uncodified) is amended to read
12 as follows:

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

15	General Fund--State Appropriation (FY 2014)	((\$869,628,000))
16		<u>\$860,212,000</u>
17	General Fund--State Appropriation (FY 2015)	((\$923,218,000))
18		<u>\$915,709,000</u>
19	General Fund--Federal Appropriation	((\$1,934,089,000))
20		<u>\$1,902,764,000</u>
21	General Fund--Private/Local Appropriation	((\$30,122,000))
22		<u>\$33,707,000</u>
23	Traumatic Brain Injury Account--State Appropriation	\$3,393,000
24	Skilled Nursing Facility Safety Net Trust Account--State	
25	Appropriation	((\$88,000,000))
26		<u>\$110,681,000</u>
27	TOTAL APPROPRIATION	((\$3,848,450,000))
28		<u>\$3,826,466,000</u>

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

31 (1) For purposes of implementing chapter 74.46 RCW, the weighted
32 average nursing facility payment rate shall not exceed \$171.35 for
33 fiscal year 2014 and shall not exceed ((~~\$171.58~~)) \$178.82 for fiscal
34 year 2015, including the rate add-ons described in (a) and (b) of this
35 subsection. However, if the waiver requested from the federal centers
36 for medicare and medicaid services in relation to the safety net
37 assessment is for any reason disapproved, the weighted average nursing

1 facility payment rate shall not exceed \$162.43 for fiscal year 2014 and
2 shall not exceed \$163.58 for fiscal year 2015. There will be no
3 adjustments for economic trends and conditions in fiscal years 2014 and
4 2015. The economic trends and conditions factor or factors defined in
5 the biennial appropriations act shall not be compounded with the
6 economic trends and conditions factor or factors defined in any other
7 biennial appropriations acts before applying it to the component rate
8 allocations established in accordance with chapter 74.46 RCW. When no
9 economic trends and conditions factor for either fiscal year is defined
10 in a biennial appropriations act, no economic trends and conditions
11 factor or factors defined in any earlier biennial appropriations act
12 shall be applied solely or compounded to the component rate allocations
13 established in accordance with chapter 74.46 RCW.

14 (a) For fiscal year 2014 within the funds provided, the department
15 shall continue to provide an add-on per medicaid resident day per
16 facility not to exceed \$1.57. The add-on shall be used to increase
17 wages, benefits, and/or staffing levels for certified nurse aides; or
18 to increase wages and/or benefits for dietary aides, housekeepers,
19 laundry aides, or any other category of worker whose statewide average
20 dollars-per-hour wage was less than \$15 in calendar year 2008,
21 according to cost report data. The add-on may also be used to address
22 resulting wage compression for related job classes immediately affected
23 by wage increases to low-wage workers. For fiscal year 2015 within
24 funds provided, the department shall continue to provide an add-on per
25 medicaid resident day per facility not to exceed \$3.15. The add-on
26 shall be used to increase wages, benefits, and/or staffing levels for
27 certified nurse aides; or to increase wages and/or benefits for dietary
28 aides, housekeepers, laundry aides, or any other category of worker
29 whose statewide average dollars-per-hour wage was less than \$17 in
30 calendar year 2012, according to cost report data. The department
31 shall continue reporting requirements and a settlement process to
32 ensure that the funds are spent according to this subsection.

33 (b) The department shall do a comparative analysis of the facility-
34 based payment rates calculated on July 1, 2013, using the payment
35 methodology defined in chapter 74.46 RCW and as funded in the omnibus
36 appropriations act, excluding the low wage worker add-on, the direct
37 care add-on found in subsection (1)(g) of this section, the comparative
38 add-on, acuity add-on, and safety net reimbursement, to the facility-

1 based payment rates in effect June 30, 2010. If the facility-based
2 payment rate calculated on July 1, 2013, is smaller than the facility-
3 based payment rate on June 30, 2010, then the difference shall be
4 provided to the individual nursing facilities as an add-on payment per
5 medicaid resident day.

6 (c) During the comparative analysis performed in subsection (b) of
7 this section, if it is found that the direct care rate for any facility
8 calculated using the payment methodology defined in chapter 74.46 RCW
9 and as funded in the omnibus appropriations act, excluding the low wage
10 worker add-on, the direct care add-on found in subsection (1)(g) of
11 this section, the comparative add-on, acuity add-on, and safety net
12 reimbursement, is greater than the direct care rate in effect on June
13 30, 2010, then the facility shall receive a ten percent direct care
14 rate add-on to compensate that facility for taking on more acute
15 clients than they have in the past.

16 (d) The department shall provide a medicaid rate add-on to
17 reimburse the medicaid share of the skilled nursing facility safety net
18 assessment as a medicaid allowable cost. The nursing facility safety
19 net rate add-on may not be included in the calculation of the annual
20 statewide weighted average nursing facility payment rate.

21 (e) The rate add-on provided in (c) of this subsection is subject
22 to the reconciliation and settlement process provided in RCW
23 74.46.022(6).

24 (f) If the waiver requested from the federal centers for medicare
25 and medicaid services in relation to the safety net assessment is for
26 any reason disapproved, (b), (c), ~~((and))~~ (d), and (g) of this
27 subsection do not apply.

28 (g) For fiscal year 2015, the department shall provide a direct
29 care rate add-on applied evenly across all nursing facilities of no
30 more than six percent of the direct care payment rate calculated
31 according to chapter 74.46 RCW. This subsection (g) is subject to the
32 reconciliation and settlement process provided in RCW 74.46.022(6).

33 (2) In accordance with chapter 74.46 RCW, the department shall
34 issue no additional certificates of capital authorization for fiscal
35 year 2014 and no new certificates of capital authorization for fiscal
36 year 2015 and shall grant no rate add-ons to payment rates for capital
37 improvements not requiring a certificate of need and a certificate of
38 capital authorization for fiscal years 2014 and 2015.

1 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
2 43.135.055, the department is authorized to increase nursing facility,
3 assisted living facility, and adult family home fees as necessary to
4 fully support the actual costs of conducting the licensure, inspection,
5 and regulatory programs. The license fees may not exceed the
6 department's annual licensing and oversight activity costs and shall
7 include the department's cost of paying providers for the amount of the
8 license fee attributed to medicaid clients.

9 (a) The current annual renewal license fee for adult family homes
10 shall be increased to \$225 per bed beginning in fiscal year 2014 and
11 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
12 shall be charged to each adult family home when the home is initially
13 licensed. This fee is nonrefundable.

14 (b) The current annual renewal license fee for assisted living
15 facilities shall be increased to \$106 per bed beginning in fiscal year
16 2014 and \$106 per bed beginning in fiscal year 2015.

17 (c) The current annual renewal license fee for nursing facilities
18 shall be increased to \$359 per bed beginning in fiscal year 2014 and
19 \$359 per bed beginning in fiscal year 2015.

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

24 (5) (~~(\$30,640,000)~~) \$29,996,000 of the general fund--state
25 appropriation for fiscal year 2014, (~~(\$48,633,000)~~) \$49,061,000 of the
26 general fund--state appropriation for fiscal year 2015, and
27 (~~(\$79,273,000)~~) \$79,058,000 of the general fund--federal appropriation
28 are provided solely for the implementation of the agreement reached
29 between the governor and the service employees international union
30 healthcare 775nw through an interest arbitration decision under the
31 provisions of chapters 74.39A and 41.56 RCW for the 2013-2015 fiscal
32 biennium.

33 (6) \$1,840,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$1,877,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for operation of the volunteer
36 services program. Funding shall be prioritized towards serving
37 populations traditionally served by long-term care services to include
38 senior citizens and persons with disabilities.

1 (7) (~~(\$4,894,000)~~) \$2,447,000 of the general fund--state
2 appropriation for fiscal year 2015, and (~~(\$15,150,000)~~) \$7,575,000 of
3 the general fund--federal appropriation are provided solely for a
4 payment system that satisfies medicaid requirements regarding time
5 reporting for W-2 providers. The amounts provided in this subsection
6 are conditioned on the department satisfying the requirements of the
7 project management oversight standards and policies established by the
8 office of the chief information officer.

9 (8) The department is authorized to establish limited exemption
10 criteria in rule to address RCW 74.39A.325 when a landline phone is not
11 available to the employee.

12 (9) Within the amounts appropriated in this section, in a report to
13 the appropriate fiscal committees of the legislature that must be
14 submitted by December 1, 2013, the department of social and health
15 services must describe the process for establishing medicaid rates for
16 assisted living and adult family homes. The report must include
17 information about licensing and physical plant standards, contracting
18 provisions, and per capita and biennial expenditures for assisted
19 living and adult family homes.

20 (10) \$10,800,000 of the general fund--state appropriation for
21 fiscal year 2014, \$17,768,000 of the general fund--state appropriation
22 for fiscal year 2015, and \$28,567,000 of the general fund--federal
23 appropriation are provided solely for the homecare agency parity
24 impacts of the service employees international union healthcare 775nw
25 arbitration award.

26 (11) \$33,000 of the general fund--state appropriation for fiscal
27 year 2014, \$17,000 of the general fund--state appropriation for fiscal
28 year 2015, and \$50,000 of the general fund--federal appropriation are
29 provided solely for staffing and other expenses associated with the
30 work of the joint legislative executive committee on planning for aging
31 and disability issues that is established by this subsection.

32 (a) A joint legislative executive committee on aging and disability
33 is established, with members as provided in this subsection.

34 (i) Four members of the senate, with the leaders of the two largest
35 caucuses each appointing two members. Four members of the house of
36 representatives, with the leaders of the two largest caucuses each
37 appointing two members;

1 (ii) A member from the office of the governor, appointed by the
2 governor;

3 (iii) The secretary of the department of social and health services
4 or his or her designee;

5 (iv) The director of the health care authority or his or her
6 designee; and

7 (v) The director of the department of retirement systems or his or
8 her designee.

9 (b) The committee must convene by September 1, 2013. At the first
10 meeting, the committee will select cochairs from among its members who
11 are legislators. All meetings of the committee are open to the public.

12 (c) The purpose of the committee is to identify key strategic
13 actions to prepare for the aging of the population in Washington,
14 including state budget and policy options, by conducting at least, but
15 not limited to, the following tasks:

16 (i) Establish a profile of Washington's current population of older
17 people and people with disabilities and a projection of population
18 growth through 2030;

19 (ii) Establish an inventory of services and supports currently
20 available to older people and people with disabilities from the health
21 care and long-term services and support systems and other community
22 resources such as housing, transportation, income support, and
23 protection for vulnerable adults;

24 (iii) Identify state budget and policy options to more effectively
25 use state, federal and private resources to, over time, reduce the
26 growth rate in state expenditures that would otherwise occur by
27 continuing current policy in light of significant population growth;

28 (iv) Identify strategies to better serve the health care needs of
29 an aging population and people with disabilities, and promote healthy
30 living;

31 (v) Identify policy options to create financing mechanisms for
32 long-term services and supports that will promote additional private
33 responsibility for individuals and families to meet their needs for
34 service;

35 (vi) Identify policies to promote financial security in retirement,
36 support people who wish to stay in the workplace longer, and expand the
37 availability of workplace retirement savings plans; and

1 (vii) Identify policy options to help communities adapt to the
2 aging demographic in planning for housing, land use and transportation.

3 (d) The committee shall consult with the office of the insurance
4 commissioner, the caseload forecast council, health care authority, and
5 other appropriate entities with specialized knowledge of the needs and
6 growth trends of the aging population and people with disabilities.

7 (e) Staff support for the committee shall be provided by the office
8 of program research, senate committee services, the office of financial
9 management, and the department of social and health services.

10 (f) Within existing appropriations, the cost of meetings must be
11 paid jointly by the senate, house of representatives, and the office of
12 financial management. Joint committee expenditures are subject to
13 approval by the senate facilities and operations committee and the
14 house of representatives executive rules committee, or their successor
15 committees. The joint committee members may be reimbursed for travel
16 expenses as authorized under RCW 43.03.050 and 43.03.060, and chapter
17 44.04 RCW as appropriate. Advisory committee members may not receive
18 compensation or reimbursement for travel and expenses.

19 (g) The committee shall issue an interim report to the legislature
20 by December 10, 2013, and issue final recommendations to the governor
21 and relevant standing committees of the legislature by December 10,
22 2014.

23 (12) \$240,000 of the general fund--state appropriation for fiscal
24 year 2014, \$1,342,000 of the general fund--state appropriation for
25 fiscal year 2015, and \$1,468,000 of the general fund--federal
26 appropriation are provided solely to implement chapter 320, Laws of
27 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

28 (13) The department shall review the capital add-on rate
29 established by RCW 74.39A.320 for effectiveness in incentivizing
30 assisted living facilities to serve Medicaid eligible clients. Upon
31 completing its review, the department shall submit its findings along
32 with recommendations for alternatives to the office of financial
33 management and the fiscal committees of the legislature by December 1,
34 2013. The department is encouraged to engage stakeholders in
35 developing alternatives.

36 (14) \$239,000 of the general fund--state appropriation for fiscal
37 year 2014, \$160,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$398,000 of the general fund--federal appropriation are
2 provided solely to implement chapter 300, Laws of 2013 (SSB 5630).

3 (15) \$237,000 of the general fund--federal appropriation and
4 \$236,000 of the general fund--local appropriation are provided solely
5 to implement Second Substitute House Bill No. 1574 (residential
6 services and supports). If the bill is not enacted by June 30, 2014,
7 the amounts provided in this subsection shall lapse. In accordance
8 with Second Substitute House Bill No. 1574, the department is
9 authorized to increase supported living fees as necessary to support
10 the actual costs of conducting the certification, inspection, and
11 regulatory programs. The certification fees may not exceed the
12 department's annual licensing and oversight activity costs and shall
13 include the department's cost of paying providers for the amount of the
14 certification fee attributed to medicaid clients. The annual
15 certification fee for supported living shall be \$128 per client
16 beginning in fiscal year 2015.

17 (16) \$3,000 of the general fund--state appropriation for fiscal
18 year 2015 is provided solely to implement Substitute House Bill No.
19 2310 (provider safety equipment). If the bill is not enacted by June
20 30, 2014, the amount provided in this subsection shall lapse.

21 (17) \$296,000 of the general fund--state appropriation for fiscal
22 year 2015, and \$296,000 of the general fund--federal appropriation are
23 provided solely to implement Engrossed Substitute House Bill No. 2746
24 (medicaid personal care). If the bill is not enacted by June 30, 2014,
25 the amounts provided in this subsection shall lapse.

26 (18) \$500,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for the department to contract for an
28 independent feasibility study and actuarial modeling of public and
29 private options for leveraging private resources to help individuals
30 prepare for long-term services and supports needs. The study should
31 model at least three options, including a public long-term care
32 insurance benefit funded through a payroll deduction that would provide
33 a time-limited long-term care insurance benefit, regulatory changes
34 necessary to encourage the development and growth of new products on
35 the market that combine features of life insurance, long-term care
36 insurance and annuities or medicaid life settlements, and a public-
37 private option such as facilitating a new marketplace through the
38 Washington health plan finder for private long-term care insurance

1 policies that would provide a time-limited benefit, an age defined
2 individual mandate for purchasing these policies and subsidies to
3 ensure affordability for lower-income individuals. The report should
4 include an evaluation of each option based on (a) the expected costs
5 and benefits for participants, (b) the total anticipated number of
6 participants, and (c) the projected savings to the state medicaid
7 program. The aging and disability joint legislative executive
8 committee shall provide oversight and direction for this analysis and
9 will convene interested stakeholders to provide input on the study
10 design. The department shall provide a report on its findings and
11 recommendations to the relevant policy and fiscal committees of the
12 legislature by November 1, 2014.

13 (19) \$15,000 of the general fund--state appropriation for fiscal
14 year 2015 and \$15,000 of the general fund--federal appropriation are
15 provided solely to implement Substitute House Bill No. 2634
16 (residential enforcement standards). If the bill is not enacted by
17 June 30, 2014, the amounts provided in this subsection shall lapse.

18 (20) \$5,094,000 of the general fund--state appropriation for fiscal
19 year 2015 is provided solely for services and support to individuals
20 who are deaf, hard of hearing, or deaf-blind.

21 (21) The department may authorize a one-time waiver of all or any
22 portion of the licensing and processing fees required under RCW
23 70.128.060 in any case in which the department determines that an adult
24 family home is being relicensed because of exceptional circumstances,
25 such as death or incapacity of a provider, and that to require the full
26 payment of the licensing and processing fees would present a hardship
27 to the applicant.

28 (22) It is the intent of the legislature to use savings from the
29 community first choice option to make needed investments in home and
30 community-based services for seniors and people with disabilities,
31 including potential investments recommended by the joint legislative
32 executive committee on aging and disability and the development and
33 implementation council that the department of social and health
34 services must convene prior to submitting the proposed community first
35 choice option to the centers for medicare and medicaid services. At a
36 minimum, the final report to the legislature from the joint legislative
37 executive committee on aging and disability must explore the cost and
38 benefit of rate enhancements for providers of long-term services and

1 supports, restoration of hours for in-home clients, additional
2 investment in the family caregiver support program, and additional
3 investment in the individual and family services program or other
4 medicaid services to support individuals with developmental
5 disabilities.

6 **Sec. 207.** 2013 2nd sp.s. c 4 s 207 (uncodified) is amended to read
7 as follows:

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

10	General Fund--State Appropriation (FY 2014)	((\$402,504,000))
11		<u>\$377,188,000</u>
12	General Fund--State Appropriation (FY 2015)	((\$405,019,000))
13		<u>\$392,445,000</u>
14	General Fund--Federal Appropriation	((\$1,211,774,000))
15		<u>\$1,235,336,000</u>
16	General Fund--Private/Local Appropriation	((\$30,594,000))
17		<u>\$36,450,000</u>
18	TOTAL APPROPRIATION	((\$2,049,891,000))
19		<u>\$2,041,419,000</u>

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

22 (1)(a) ((~~\$178,757,000~~)) \$154,439,000 of the general fund--state
23 appropriation for fiscal year 2014, ((~~\$172,999,000~~)) \$154,241,000 of
24 the general fund--state appropriation for fiscal year 2015, and
25 ((~~\$732,881,000~~)) \$771,147,000 of the general fund--federal
26 appropriation are provided solely for all components of the WorkFirst
27 program. Within the amounts provided for the WorkFirst program, the
28 department may provide assistance using state-only funds for families
29 eligible for temporary assistance for needy families. The department
30 must create a WorkFirst budget structure that allows for transparent
31 tracking of budget units and subunits of expenditures where these units
32 and subunits are mutually exclusive from other department budget units.
33 The budget structure must include budget units for the following: Cash
34 assistance, child care, WorkFirst activities, and administration of the
35 program. Within these budget units, the department must develop
36 program index codes for specific activities and develop allotments and
37 track expenditures using these codes. The department shall report to

1 the office of financial management and the relevant fiscal and policy
2 committees of the legislature prior to adopting the new structure. The
3 secretary of the department of social and health services, working with
4 WorkFirst partner agencies and in collaboration with the WorkFirst
5 oversight task force, shall develop a plan for maximizing the following
6 outcomes and shall report back to the legislature by November 1, 2013.
7 The outcomes to be measured are: (i) Increased employment; (ii)
8 completion of education or post-secondary training; (iii) completion of
9 barrier removal activity including drug and alcohol or mental health
10 treatment; (iv) housing stability; (v) child care or education
11 stability for the children of temporary assistance for needy families
12 recipients; (vi) reduced rate of return after exit from the WorkFirst
13 program; and (vii) work participation requirements.

14 (b) (~~(\$406,818,000)~~) \$374,937,000 of the amounts in (a) of this
15 subsection are provided solely for assistance to clients, including
16 grants, diversion cash assistance, and additional diversion emergency
17 assistance including but not limited to assistance authorized under RCW
18 74.08A.210. The department may use state funds to provide support to
19 working families that are eligible for temporary assistance for needy
20 families but otherwise not receiving cash assistance. Within these
21 amounts, funding is for implementation of House Bill No. 2585 (TANF
22 benefits for a child).

23 (c) (~~(\$168,019,000)~~) \$179,529,000 of the amounts in (a) of this
24 subsection are provided solely for WorkFirst job search, education and
25 training activities, barrier removal services, limited English
26 proficiency services, and tribal assistance under RCW 74.08A.040. The
27 department must allocate this funding based on client outcomes and cost
28 effectiveness measures.

29 (d) (~~(\$367,676,000)~~) \$354,360,000 of the amounts in (a) of this
30 subsection are provided solely for the working connections child care
31 program under RCW 43.215.135.

32 (e) (~~(\$142,124,000)~~) \$170,999,000 of the amounts in (a) of this
33 subsection are provided solely for WorkFirst and working connections
34 child care administration and overhead.

35 (f) The amounts in (b) through (d) of this subsection shall be
36 expended for the programs and in the amounts specified. However, the
37 department may transfer up to 10 percent of funding between (b) through
38 (d) of this subsection, but only if the funding is available or

1 necessary to transfer solely due to utilization, caseload changes, or
2 underperformance in terms of client outcomes. The department shall
3 provide notification prior to any transfer to the office of financial
4 management and to the appropriate legislative committees and the
5 legislative-executive WorkFirst oversight task force. The approval of
6 the director of financial management is required prior to any transfer
7 under this subsection.

8 (2) \$1,657,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$1,657,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for naturalization services.

11 (3) \$2,366,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely for employment services for refugees and
13 immigrants, of which \$1,774,000 is provided solely for the department
14 to pass through to statewide refugee and immigrant assistance
15 organizations for limited English proficiency pathway services; and
16 \$2,366,000 of the general fund--state appropriation for fiscal year
17 2015 is provided solely for employment services for refugees and
18 immigrants, of which \$1,774,000 is provided solely for the department
19 to pass through to statewide refugee and immigrant assistance
20 organizations for limited English proficiency pathway services.

21 (4) On December 1, 2013, and annually thereafter, the department
22 must report to the legislature on all sources of funding available for
23 both refugee and immigrant services and naturalization services during
24 the current fiscal year and the amounts expended to date by service
25 type and funding source. The report must also include the number of
26 clients served and outcome data for the clients.

27 (5) To ensure expenditures remain within available funds
28 appropriated in this section, the legislature establishes the benefit
29 under the state food assistance program, pursuant to RCW 74.08A.120, to
30 be no less than seventy-five percent of the federal supplemental
31 nutrition assistance program benefit amount.

32 (6) \$18,000 of the general fund--state appropriation for fiscal
33 year 2014 is provided solely for implementation of section 1, chapter
34 337, Laws of 2013 (2SSB 5595).

35 (7) \$4,729,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$4,729,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for implementation of the
38 telephone assistance program and the Washington information network 211

1 organization pursuant to Substitute House Bill No. 1971 (communication
2 services). Of these funds, \$500,000 of the general fund--state
3 appropriation for fiscal year 2014 and \$500,000 of the general fund--
4 state appropriation for fiscal year 2015 are provided solely for
5 operational support of the Washington information network 211
6 organization. If Substitute House Bill No. 1971 (communication
7 services) is not enacted by June 30, 2013, the amounts provided in this
8 subsection shall lapse.

9 (8) The department shall review clients receiving services through
10 the aged, blind, or disabled assistance program, to determine whether
11 they would benefit from assistance in becoming naturalized citizens,
12 and thus be eligible to receive federal supplemental security income
13 benefits. Those cases shall be given high priority for naturalization
14 funding through the department.

15 (9) The department shall continue the interagency agreement with
16 the department of veterans' affairs to establish a process for referral
17 of veterans who may be eligible for veterans' services. This agreement
18 must include out-stationing department of veterans' affairs staff in
19 selected community service office locations in King and Pierce counties
20 to facilitate applications for veterans' services.

21 (10) \$500,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$1,500,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for implementation of Substitute
24 House Bill No. 2069 (safety net benefits). If the bill is not enacted
25 by June 30, 2013, the amounts provided in this subsection shall lapse.

26 (11) \$65,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for 211 call system networks in the
28 eastern Washington region and the peninsula region.

29 **Sec. 208.** 2013 2nd sp.s. c 4 s 208 (uncodified) is amended to read
30 as follows:

31 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
32 **SUBSTANCE ABUSE PROGRAM**

33	General Fund--State Appropriation (FY 2014)	((\$72,650,000))
34		<u>\$73,021,000</u>
35	General Fund--State Appropriation (FY 2015)	((\$61,855,000))
36		<u>\$63,567,000</u>
37	General Fund--Federal Appropriation	((\$277,248,000))

1 programs, the department's fees for organizations with such proof of
2 accreditation must reflect the lower cost of licensing for these
3 programs than for other organizations which are not accredited.

4 (4) \$3,500,000 of the general fund--federal appropriation (from the
5 substance abuse prevention and treatment federal block grant) is
6 provided solely for the continued funding of existing county drug and
7 alcohol use prevention programs.

8 (5) \$2,600,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for the department to transition 128 beds
10 from settings that are considered institutions for mental diseases to
11 facilities with no more than 16 beds that are able to claim federal
12 match for services provided to medicaid clients or individuals covered
13 under the department's section 1115 medicaid waiver. The department
14 may conduct a request for proposal process to fulfill this requirement
15 and adopt rates that are comparable to the pilot projects implemented
16 in the 2011-13 fiscal biennium. The department may use these funds to
17 assist with the costs of providers in setting up or converting to 16-
18 bed facilities. This funding may also be used for providers that are
19 developing new capacity for clients who will become eligible for
20 services under the affordable care act medicaid expansion. The number
21 of beds available for pregnant and parenting women must not be reduced.

22 (6) \$283,000 of the (~~criminal justice treatment account~~) general
23 fund--state appropriation is provided solely for transitional funding
24 for the family drug court in Pierce county.

25 (7) Within the amounts appropriated in this section, the department
26 shall review differential rates paid for alcohol and substance abuse
27 assessment and treatment services for medicaid and nonmedicaid clients
28 and the impact to providers as previously uninsured clients become
29 eligible for services through the medicaid expansion under the federal
30 patient protection and affordable care act. By December 1, 2014, the
31 department must submit a report to the legislature which provides: (a)
32 The estimated impact on providers for each type of medicaid
33 reimbursable service as newly eligible clients shift from nonmedicaid
34 to medicaid rates; (b) identification of which types of providers will
35 be most significantly impacted by these shifts; (c) identification of
36 the estimated annual costs for increasing rates for each level of
37 service; and (d) a summary of federal requirements that must be

1 considered in determining how any future rate increase must be
2 implemented.

3 **Sec. 209.** 2013 2nd sp.s. c 4 s 209 (uncodified) is amended to read
4 as follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
6 **REHABILITATION PROGRAM**

7	General Fund--State Appropriation (FY 2014)	(((\$16,478,000))
8		<u>\$16,568,000</u>
9	General Fund--State Appropriation (FY 2015)	(((\$16,459,000))
10		<u>\$11,477,000</u>
11	General Fund--Federal Appropriation	(((\$99,413,000))
12		<u>\$99,397,000</u>
13	TOTAL APPROPRIATION	(((\$132,350,000))
14		<u>\$127,442,000</u>

15 The appropriations in this section are subject to the following
16 conditions and limitations: \$5,006,000 of the general fund--state
17 appropriation for fiscal year 2014 (~~and \$5,094,000 of the general~~
18 ~~fund--state appropriation for fiscal year 2015 are~~) is provided solely
19 for services and support to individuals who are deaf, hard of hearing,
20 or deaf-blind.

21 **Sec. 210.** 2013 2nd sp.s. c 4 s 210 (uncodified) is amended to read
22 as follows:

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

25	General Fund--State Appropriation (FY 2014)	(((\$36,420,000))
26		<u>\$37,796,000</u>
27	General Fund--State Appropriation (FY 2015)	(((\$35,813,000))
28		<u>\$37,017,000</u>
29	TOTAL APPROPRIATION	(((\$72,233,000))
30		<u>\$74,813,000</u>

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

- 33 (1) The department of social and health services shall transfer the
34 stewardship of McNeil Island to the department of corrections
35 industries program, effective September 1, 2013. The transferred
36 responsibilities shall include marine operations, waste water

1 treatment, water treatment, road maintenance, and any other general
2 island maintenance that is not site specific to the operations of the
3 special commitment center or the Pierce county secure community
4 transition facility. Facility maintenance within the perimeter of the
5 special commitment center shall remain the responsibility of the
6 department of social and health services. Capital repairs and
7 maintenance necessary to maintain the special commitment center on
8 McNeil Island shall be managed by the department of social and health
9 services. The legislature directs both departments to enter into an
10 interagency agreement by August 1, 2013. The office of financial
11 management shall oversee the negotiations of the interagency agreement.
12 The interagency agreement must describe equipment that will transfer
13 between the departments, warehouse space that will be shared by the
14 departments, and occupancy requirements for any shops outside the
15 perimeter of the special commitment center. The office of financial
16 management will make the final determination on any disagreements
17 between the departments on the details of the interagency agreement.

18 (2) (~~(\$3,120,000)~~) \$3,042,000 of the general fund--state
19 appropriation for fiscal year 2014 and (~~(\$3,120,000)~~) \$3,024,000 of the
20 general fund--state appropriation for fiscal year 2015 are provided
21 solely for operational costs specific to island operations of the
22 special commitment center and the Pierce county secure community
23 transition facility. The department shall establish an accounting
24 structure that enables it to track and report on costs specific to
25 island operations.

26 (3) All employees of the department of social and health services
27 engaged in performing the powers, functions, and duties transferred to
28 the department of corrections industries program under this subsection,
29 are transferred to the department of corrections.

30 (4) All classified employees of the department of social and health
31 services assigned to the department of corrections under this
32 subsection whose positions are within an existing bargaining unit
33 description at the department of corrections shall become a part of the
34 existing bargaining unit at the department of corrections and shall be
35 considered an appropriate inclusion or modification of the existing
36 bargaining unit under the provisions of chapter 41.80 RCW.

37 (5) By November 1, 2014, the department of social and health
38 services shall provide a report to the office of financial management

1 and the appropriate fiscal and policy committees of the legislature
2 that evaluates the department's costs for certain medical and pharmacy
3 costs for its residents within the special commitment center. The
4 department as part of its evaluation shall consult with the health care
5 authority, the health benefits exchange, and the department of
6 corrections. At a minimum, the report should look at the following
7 items: (a) Obtaining medicaid eligibility for residents; (b)
8 feasibility of obtaining insurance for residents through the health
9 benefit exchange; (c) utilizing multistate consortiums for the purchase
10 of pharmaceuticals to reduce costs; and (d) consolidating contracts for
11 medical inpatient and outpatient services with western state hospital.

12 **Sec. 211.** 2013 2nd sp.s. c 4 s 211 (uncodified) is amended to read
13 as follows:

14 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
15 **SUPPORTING SERVICES PROGRAM**

16	General Fund--State Appropriation (FY 2014)	((\$30,127,000))
17		<u>\$29,773,000</u>
18	General Fund--State Appropriation (FY 2015)	((\$29,333,000))
19		<u>\$28,989,000</u>
20	General Fund--Federal Appropriation	((\$37,150,000))
21		<u>\$37,157,000</u>
22	General Fund--Private/Local Appropriation\$654,000
23	TOTAL APPROPRIATION	((\$97,264,000))
24		<u>\$96,573,000</u>

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

27 (1) \$395,000 of the general fund--state appropriation for fiscal
28 year 2014, \$228,000 of the general fund--state appropriation for fiscal
29 year 2015, and \$335,000 of the general fund--federal appropriation are
30 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and
31 chapter 338, Laws of 2013 (2SSB 5732).

32 (2) \$300,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$300,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for the Washington state mentors
35 program to continue its public-private partnerships to provide
36 technical assistance and training to mentoring programs that serve
37 at-risk youth.

1 (3) \$82,000 of the general fund--state appropriation for fiscal
2 year 2014, \$44,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$28,000 of the general fund--federal appropriation are
4 provided solely to develop a report on state efforts to prevent and
5 control diabetes. The department, the health care authority, and the
6 department of health shall submit a coordinated report to the governor
7 and the appropriate committees of the legislature by December 31, 2014,
8 on the following:

9 (a) The financial impacts and reach that diabetes of all types and
10 undiagnosed gestational diabetes are having on the programs
11 administered by each agency and individuals, including children with
12 mothers with undiagnosed gestational diabetes, enrolled in those
13 programs. Items in this assessment must include: (i) The number of
14 lives with diabetes and undiagnosed gestational diabetes impacted or
15 covered by the programs administered by each agency; (ii) the number of
16 lives with diabetes, or at risk for diabetes, and family members
17 impacted by prevention and diabetes control programs implemented by
18 each agency; (iii) the financial toll or impact diabetes and its
19 complications, and undiagnosed gestational diabetes and the
20 complications experienced during labor to children of mothers with
21 gestational diabetes places on these programs in comparison to other
22 chronic diseases and conditions; and (iv) the financial toll or impact
23 diabetes and its complications, and diagnosed gestational diabetes and
24 the complications experienced during labor to children of mothers with
25 gestational diabetes places on these programs;

26 (b) An assessment of the benefits of implemented and existing
27 programs and activities aimed at controlling all types of diabetes and
28 preventing the disease. This assessment must also document the amount
29 and source for any funding directed to each agency for the programs and
30 activities aimed at reaching those with diabetes of all types;

31 (c) A description of the level of coordination existing between the
32 agencies on activities, programmatic activities, and messaging on
33 managing, treating, or preventing all types of diabetes and its
34 complications;

35 (d) The development or revision of detailed policy-related action
36 plans and budget recommendations for battling diabetes and undiagnosed
37 gestational diabetes that includes a range of actionable items for
38 consideration by the legislature. The plans and budget recommendations

1 must identify proposed action steps to reduce the impact of diabetes,
2 prediabetes, related diabetes complications, and undiagnosed
3 gestational diabetes. The plans and budget recommendations must also
4 identify expected outcomes of the action steps proposed in the
5 following biennium while also establishing benchmarks for controlling
6 and preventing all types of diabetes; and

7 (e) An estimate of savings, efficiencies, costs, and budgetary
8 savings and resources required to implement the plans and budget
9 recommendations identified in (d) of this subsection (5).

10 **Sec. 212.** 2013 2nd sp.s. c 4 s 212 (uncodified) is amended to read
11 as follows:

12 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
13 **AGENCIES PROGRAM**

14	General Fund--State Appropriation (FY 2014)	((\$60,470,000))
15		<u>\$62,399,000</u>
16	General Fund--State Appropriation (FY 2015)	((\$60,511,000))
17		<u>\$63,540,000</u>
18	General Fund--Federal Appropriation	((\$55,264,000))
19		<u>\$57,061,000</u>
20	TOTAL APPROPRIATION	((\$176,245,000))
21		<u>\$183,000,000</u>

22 **Sec. 213.** 2013 2nd sp.s. c 4 s 213 (uncodified) is amended to read
23 as follows:

24 **FOR THE STATE HEALTH CARE AUTHORITY**

25	General Fund--State Appropriation (FY 2014)	((\$2,131,026,000))
26		<u>\$2,145,141,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$2,114,731,000))
28		<u>\$2,164,368,000</u>
29	General Fund--Federal Appropriation	((\$7,245,749,000))
30		<u>\$7,906,018,000</u>
31	General Fund--Private/Local Appropriation	((\$57,780,000))
32		<u>\$56,407,000</u>
33	Emergency Medical Services and Trauma Care Systems	
34	Trust Account--State Appropriation	\$15,082,000
35	Hospital Safety Net Assessment Fund--State	
36	Appropriation	\$669,381,000

1	Health Benefit Exchange Account--State Appropriation .	((\$17,277,000))
2		<u>\$16,207,000</u>
3	State Health Care Authority Administration Account--	
4	State Appropriation	((\$34,809,000))
5		<u>\$31,463,000</u>
6	Medical Aid Account--State Appropriation	\$528,000
7	Medicaid Fraud Penalty Account--State Appropriation	\$21,206,000
8	TOTAL APPROPRIATION	((\$12,307,569,000))
9		<u>\$13,025,801,000</u>

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

12 (1) ((~~\$1,143,994,000~~)) \$1,900,484,000 of the general fund--federal
13 appropriation is provided solely to implement the medicaid expansion as
14 defined in the social security act, section 1902(a)(10)(A)(i)(VIII),
15 subject to the conditions and limitations in this subsection. If the
16 federal medical assistance percentage for the medicaid expansion falls
17 below the percentages in section 1905(y) of the social security act as
18 of July 1, 2013, the authority shall ensure that the state does not
19 incur any additional state costs above what would have been incurred
20 had the federal medical assistance percentages remained at the
21 percentages in section 1905(y) as of July 1, 2013. The director is
22 authorized to make any necessary program adjustments to comply with
23 this requirement, including adding or adjusting premiums, modifying
24 benefits, or reducing optional programs. To the extent a waiver is
25 needed to accomplish this, the director shall promptly apply for such
26 waiver. If a necessary waiver is not approved, the medicaid expansion
27 program shall be terminated upon appropriate notification to the
28 legislature and enrollees.

29 (2) The requirements of this subsection apply to the basic health
30 plan. This subsection is null and void and has no further effect upon
31 implementation of the medicaid expansion under subsection (1) of this
32 section.

33 (a) Within amounts appropriated in this section and sections 205
34 and 206 of this act, the health care authority shall continue to
35 provide an enhanced basic health plan subsidy for foster parents
36 licensed under chapter 74.15 RCW and workers in state-funded home care
37 programs. Under this enhanced subsidy option, foster parents eligible
38 to participate in the basic health plan as subsidized enrollees and

1 home care workers with family incomes below 200 percent of the federal
2 poverty level shall be allowed to enroll in the basic health plan at
3 the minimum premium amount charged to enrollees with incomes below
4 sixty-five percent of the federal poverty level.

5 (b) The health care authority shall require organizations and
6 individuals that are paid to deliver basic health plan services and
7 that choose to sponsor enrollment in the subsidized basic health plan
8 to pay 133 percent of the premium amount which would otherwise be due
9 from the sponsored enrollees.

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

28 (d) Enrollment in the subsidized basic health plan shall be limited
29 to only include persons who qualify as subsidized enrollees as defined
30 in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid
31 demonstration project number 11-W-00254/10; or (b) are foster parents
32 licensed under chapter 74.15 RCW.

33 (3) The legislature finds that medicaid payment rates, as
34 calculated by the health care authority pursuant to the appropriations
35 in this act, bear a reasonable relationship to the costs incurred by
36 efficiently and economically operated facilities for providing quality
37 services and will be sufficient to enlist enough providers so that care
38 and services are available to the extent that such care and services

1 are available to the general population in the geographic area. The
2 legislature finds that the cost reports, payment data from the federal
3 government, historical utilization, economic data, and clinical input
4 constitute reliable data upon which to determine the payment rates.

5 (4) Based on quarterly expenditure reports and caseload forecasts,
6 if the health care authority estimates that expenditures for the
7 medical assistance program will exceed the appropriations, the health
8 care authority shall take steps including but not limited to reduction
9 of rates or elimination of optional services to reduce expenditures so
10 that total program costs do not exceed the annual appropriation
11 authority.

12 (5) In determining financial eligibility for medicaid-funded
13 services, the health care authority is authorized to disregard
14 recoveries by Holocaust survivors of insurance proceeds or other
15 assets, as defined in RCW 48.104.030.

16 (6) The legislature affirms that it is in the state's interest for
17 Harborview medical center to remain an economically viable component of
18 the state's health care system.

19 (7) When a person is ineligible for medicaid solely by reason of
20 residence in an institution for mental diseases, the health care
21 authority shall provide the person with the same benefits as he or she
22 would receive if eligible for medicaid, using state-only funds to the
23 extent necessary.

24 (8) \$4,261,000 of the general fund--state appropriation for fiscal
25 year 2014, \$4,261,000 of the general fund--state appropriation for
26 fiscal year 2015, and \$8,522,000 of the general fund--federal
27 appropriation are provided solely for low-income disproportionate share
28 hospital payments.

29 (9) \$400,000 of the general fund--state appropriation for fiscal
30 year 2014, (~~(\$400,000)~~) \$200,000 of the general fund--state
31 appropriation for fiscal year 2015, and (~~(\$800,000)~~) \$600,000 of the
32 general fund--federal appropriation are provided solely for
33 disproportionate share hospital payments to rural hospitals certified
34 by the centers for medicare and medicaid services as sole community
35 hospitals as of January 1, 2013, with less than one hundred fifty acute
36 care licensed beds in fiscal year 2011 that do not participate in the
37 certified public expenditures program. The authority shall discontinue
38 these payments on January 1, 2015.

1 (10) \$100,000 of the general fund--state appropriation for fiscal
2 year 2014 and (~~(\$100,000)~~) \$50,000 of the general fund--state
3 appropriation for fiscal year 2015 are provided solely for grants to
4 rural hospitals in Clallam county that were certified by the centers
5 for medicare and medicaid services as sole community hospitals as of
6 January 1, 2013, with less than one hundred fifty acute care licensed
7 beds in fiscal year 2011. The authority shall discontinue these
8 payments on January 1, 2015.

9 (11) Within the amounts appropriated in this section, the health
10 care authority shall provide disproportionate share hospital payments
11 to hospitals that provide services to children in the children's health
12 program who are not eligible for services under Title XIX or XXI of the
13 federal social security act due to their citizenship status.

14 (12) \$6,000,000 of the general fund--federal appropriation is
15 provided solely for supplemental payments to nursing homes operated by
16 public hospital districts. The public hospital district shall be
17 responsible for providing the required nonfederal match for the
18 supplemental payment, and the payments shall not exceed the maximum
19 allowable under federal rules. It is the legislature's intent that the
20 payments shall be supplemental to and shall not in any way offset or
21 reduce the payments calculated and provided in accordance with part E
22 of chapter 74.46 RCW. It is the legislature's further intent that
23 costs otherwise allowable for rate-setting and settlement against
24 payments under chapter 74.46 RCW shall not be disallowed solely because
25 such costs have been paid by revenues retained by the nursing home from
26 these supplemental payments. The supplemental payments are subject to
27 retrospective interim and final cost settlements based on the nursing
28 homes' as-filed and final medicare cost reports. The timing of the
29 interim and final cost settlements shall be at the health care
30 authority's discretion. During either the interim cost settlement or
31 the final cost settlement, the health care authority shall recoup from
32 the public hospital districts the supplemental payments that exceed the
33 medicaid cost limit and/or the medicare upper payment limit. The
34 health care authority shall apply federal rules for identifying the
35 eligible incurred medicaid costs and the medicare upper payment limit.

36 (13) The health care authority shall continue the inpatient
37 hospital certified public expenditures program for the 2013-2015 fiscal
38 biennium. The program shall apply to all public hospitals, including

1 those owned or operated by the state, except those classified as
2 critical access hospitals or state psychiatric institutions. The
3 health care authority shall submit reports to the governor and
4 legislature by November 1, 2013, and by November 1, 2014, that evaluate
5 whether savings continue to exceed costs for this program. If the
6 certified public expenditures (CPE) program in its current form is no
7 longer cost-effective to maintain, the health care authority shall
8 submit a report to the governor and legislature detailing
9 cost-effective alternative uses of local, state, and federal resources
10 as a replacement for this program. During fiscal year 2014 and fiscal
11 year 2015, hospitals in the program shall be paid and shall retain one
12 hundred percent of the federal portion of the allowable hospital cost
13 for each medicaid inpatient fee-for-service claim payable by medical
14 assistance and one hundred percent of the federal portion of the
15 maximum disproportionate share hospital payment allowable under federal
16 regulations. Inpatient medicaid payments shall be established using an
17 allowable methodology that approximates the cost of claims submitted by
18 the hospitals. Payments made to each hospital in the program in each
19 fiscal year of the biennium shall be compared to a baseline amount.
20 The baseline amount will be determined by the total of (a) the
21 inpatient claim payment amounts that would have been paid during the
22 fiscal year had the hospital not been in the CPE program based on the
23 reimbursement rates developed, implemented, and consistent with
24 policies approved in the 2013-2015 biennial operating appropriations
25 act and in effect on July 1, 2013, (b) one-half of the indigent
26 assistance disproportionate share hospital payment amounts paid to and
27 retained by each hospital during fiscal year 2005, and (c) all of the
28 other disproportionate share hospital payment amounts paid to and
29 retained by each hospital during fiscal year 2005 to the extent the
30 same disproportionate share hospital programs exist in the 2013-2015
31 fiscal biennium. If payments during the fiscal year exceed the
32 hospital's baseline amount, no additional payments will be made to the
33 hospital except the federal portion of allowable disproportionate share
34 hospital payments for which the hospital can certify allowable match.
35 If payments during the fiscal year are less than the baseline amount,
36 the hospital will be paid a state grant equal to the difference between
37 payments during the fiscal year and the applicable baseline amount.
38 Payment of the state grant shall be made in the applicable fiscal year

1 and distributed in monthly payments. The grants will be recalculated
2 and redistributed as the baseline is updated during the fiscal year.
3 The grant payments are subject to an interim settlement within eleven
4 months after the end of the fiscal year. A final settlement shall be
5 performed. To the extent that either settlement determines that a
6 hospital has received funds in excess of what it would have received as
7 described in this subsection, the hospital must repay the excess
8 amounts to the state when requested. (~~(\$3,860,000)~~) \$11,928,000 of the
9 general fund--state appropriation for fiscal year 2014 and
10 (~~(\$1,137,000)~~) \$14,821,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for state grants for the
12 participating hospitals.

13 (14) The health care authority shall seek public-private
14 partnerships and federal funds that are or may become available to
15 provide on-going support for outreach and education efforts under the
16 federal children's health insurance program reauthorization act of
17 2009.

18 (15) The health care authority shall target funding for maternity
19 support services towards pregnant women with factors that lead to
20 higher rates of poor birth outcomes, including hypertension, a preterm
21 or low birth weight birth in the most recent previous birth, a
22 cognitive deficit or developmental disability, substance abuse, severe
23 mental illness, unhealthy weight or failure to gain weight, tobacco
24 use, or African American or Native American race. The health care
25 authority shall prioritize evidence-based practices for delivery of
26 maternity support services. To the extent practicable, the health care
27 authority shall develop a mechanism to increase federal funding for
28 maternity support services by leveraging local public funding for those
29 services.

30 (16) \$170,000 of the general fund--state appropriation for fiscal
31 year 2014, \$121,000 of the general fund--state appropriation for fiscal
32 year 2015, and \$292,000 of the general fund--federal appropriation are
33 provided solely to implement Engrossed Substitute House Bill No. 1519
34 (service coordination organizations) and Second Substitute Senate Bill
35 No. 5732 (behavioral health services). If neither of the bills is
36 enacted by June 30, 2013, the amounts provided in this subsection shall
37 lapse.

1 (17) \$57,000 of the general fund--state appropriation for fiscal
2 year 2014, \$40,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$55,000 of the general fund--federal appropriation are
4 provided solely to develop a report on state efforts to prevent and
5 control diabetes. The authority, the department of social and health
6 services, and the department of health shall submit a coordinated
7 report to the governor and the appropriate committees of the
8 legislature by December 31, 2014, on the following:

9 (a) The financial impacts and reach that diabetes of all types and
10 undiagnosed gestational diabetes are having on the programs
11 administered by each agency and individuals, including children with
12 mothers with undiagnosed gestational diabetes, enrolled in those
13 programs. Items in this assessment must include: (i) The number of
14 lives with diabetes and undiagnosed gestational diabetes impacted or
15 covered by the programs administered by each agency; (ii) the number of
16 lives with diabetes, or at risk for diabetes, and family members
17 impacted by prevention and diabetes control programs implemented by
18 each agency; (iii) the financial toll or impact diabetes and its
19 complications, and undiagnosed gestational diabetes and the
20 complications experienced during labor to children of mothers with
21 gestational diabetes places on these programs in comparison to other
22 chronic diseases and conditions; and (iv) the financial toll or impact
23 diabetes and its complications, and diagnosed gestational diabetes and
24 the complications experienced during labor to children of mothers with
25 gestational diabetes places on these programs;

26 (b) An assessment of the benefits of implemented and existing
27 programs and activities aimed at controlling all types of diabetes and
28 preventing the disease. This assessment must also document the amount
29 and source for any funding directed to each agency for the programs and
30 activities aimed at reaching those with diabetes of all types;

31 (c) A description of the level of coordination existing between the
32 agencies on activities, programmatic activities, and messaging on
33 managing, treating, or preventing all types of diabetes and its
34 complications;

35 (d) The development or revision of detailed policy-related action
36 plans and budget recommendations for battling diabetes and undiagnosed
37 gestational diabetes that includes a range of actionable items for
38 consideration by the legislature. The plans and budget recommendations

1 must identify proposed action steps to reduce the impact of diabetes,
2 prediabetes, related diabetes complications, and undiagnosed
3 gestational diabetes. The plans and budget recommendations must also
4 identify expected outcomes of the action steps proposed in the
5 following biennium while also establishing benchmarks for controlling
6 and preventing all types of diabetes; and

7 (e) An estimate of savings, efficiencies, costs, and budgetary
8 savings and resources required to implement the plans and budget
9 recommendations identified in (d) of this subsection (17).

10 (18) Within the amounts appropriated in this section, the authority
11 shall identify strategies to improve patient adherence to treatment
12 plans for diabetes and implement these strategies as a pilot through
13 one health home program to be identified by the authority. The
14 authority shall report to the governor and the legislature in December
15 2014 on the progress of strategy implementation. The authority shall
16 report to the governor and legislature in December 2015 on patient
17 outcomes and cost savings derived from new adherence strategies in the
18 health home model and make recommendations for improving the
19 strategies.

20 (19) Effective January 1, 2014, managed care contracts must
21 incorporate accountability measures that monitor patient health and
22 improved health outcomes, and shall include an expectation that each
23 patient receive a wellness examination that documents the baseline
24 health status and allows for monitoring of health improvements and
25 outcome measures.

26 (20) \$25,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$25,000 of the general fund--federal appropriation are
28 provided solely for the development of recommendations for funding
29 integrated school nursing and outreach services. The authority shall
30 collaborate with the office of the superintendent of public instruction
31 to develop recommendations for increasing federal financial
32 participation for providing nursing services in schools with the goals
33 of integrating nursing and outreach services and supporting one nurse
34 for every four hundred fifty students in elementary schools and one
35 nurse for every seven hundred fifty students in secondary schools. In
36 developing these recommendations, the authority shall inquire with the
37 federal centers for medicare and medicaid services about state plan
38 amendment or waiver options for receiving additional federal matching

1 funds for school nursing services provided to children enrolled in
2 apple health for kids. The recommendations shall include proposals for
3 funding training and reimbursement for nurses that provide outreach
4 services to help eligible students enroll in apple health for kids and
5 other social services programs. The authority and the office of the
6 superintendent of public instruction shall provide these
7 recommendations to the governor and the legislature by December 1,
8 2013.

9 (21) \$430,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$500,000 of the general fund--federal appropriation are
11 provided solely to complete grant requirements for the health
12 information exchange.

13 (22) \$143,000 of the medicaid fraud penalty account--state
14 appropriation and \$423,000 of the general fund--federal appropriation
15 are provided solely for the rebasing of outpatient and inpatient
16 payment methods.

17 (23) \$1,163,000 of the medicaid fraud penalty account--state
18 appropriation and \$9,710,000 of the general fund--federal appropriation
19 are provided solely to implement the conversion to the tenth version of
20 the world health organization's international classification of
21 diseases.

22 (24) \$111,000 of the general fund--state appropriation for fiscal
23 year 2014, \$35,000 of the general fund--state appropriation for fiscal
24 year 2015, and \$359,000 of the general fund--federal appropriation are
25 provided solely to update the medicaid information technology
26 architecture state self-assessment and to develop the five year road
27 map for the medicaid information technology architecture architect.

28 (25) \$62,000 of the general fund--state appropriation for fiscal
29 year 2014, \$62,000 of the general fund--state appropriation for fiscal
30 year 2015, and \$126,000 of the general fund--federal appropriation are
31 provided solely to support the Robert Bree collaborative's efforts to
32 disseminate evidence-based best practices for preventing and treating
33 health problems.

34 (26) Within the amounts appropriated in this section, the authority
35 shall increase reimbursement rates for primary care services provided
36 by independent nurse practitioners to medicare levels for the period
37 from July 1, 2013, to December 31, 2014.

1 (27) The authority shall seek a medicaid state plan amendment to
2 create a professional services supplemental payment managed care
3 program for professional services delivered to managed care recipients
4 by University of Washington medicine and other public professional
5 providers. This program shall be effective as soon as administratively
6 possible and shall operate concurrently with the existing professional
7 services supplemental payment program. The authority shall apply
8 federal rules for identifying the difference between average commercial
9 rates and fee-for-service medicaid payments. This difference will be
10 multiplied by the number of managed care encounters and incorporated
11 into the managed care plan capitation rates by a certified actuary.
12 The managed care plans will pay the providers the difference
13 attributable to the increased capitation rate. Participating providers
14 shall be solely responsible for providing the local funds required to
15 obtain federal matching funds. Any incremental costs incurred by the
16 authority in the development, implementation, and maintenance of this
17 program shall be the responsibility of the participating providers.
18 Participating providers shall retain the full amount of supplemental
19 payments provided under this program, net of any costs related to the
20 program that are disallowed due to audits or litigation against the
21 state.

22 (28) Sufficient amounts are appropriated in this section for the
23 authority to provide an adult dental benefit beginning January 1, 2014.

24 (29) To the extent allowed under federal law, the authority shall
25 require an adult client to enroll in full medicaid coverage instead of
26 family planning-only coverage unless the client is at risk of domestic
27 violence.

28 (30) The authority shall facilitate enrollment under the medicaid
29 expansion for clients applying for or receiving state funded services
30 from the authority and its contractors. Prior to open enrollment, the
31 authority shall coordinate with the department of social and health
32 services to provide referrals to the Washington health benefit exchange
33 for clients that will be ineligible for the medicaid expansion but are
34 enrolled in coverage that will be eliminated in the transition to the
35 medicaid expansion.

36 (31) \$90,000 of the general fund--state appropriation for fiscal
37 year 2014, \$90,000 of the general fund--state appropriation for fiscal
38 year 2015, and \$180,000 of the general fund--federal appropriation are

1 provided solely to continue operation by a nonprofit organization of a
2 toll-free hotline that assists families to learn about and enroll in
3 the apple health for kids program.

4 (32) Within the amounts appropriated in this section, the authority
5 shall reduce premiums for children with family incomes above 200
6 percent of the federal poverty level in the state-funded children's
7 health program who are not eligible for coverage under the federal
8 children's health insurance program. Premiums in the state and federal
9 children's health insurance program shall be equal.

10 (33) The appropriations in this section reflect savings and
11 efficiencies by transferring children receiving medical care provided
12 through fee-for-service to medical care provided through managed care.

13 (34) \$150,000 of the general fund--state appropriation for fiscal
14 year 2014, \$436,000 of the general fund--state appropriation for fiscal
15 year 2015, and \$170,561,000 of the general fund--federal appropriation
16 are provided solely for the provider incentive program and other
17 initiatives related to the health information technology medicaid plan.

18 (~~(37) \$1,531,000~~) (35) \$1,528,000 of the general fund--state
19 appropriation for fiscal year 2014, (~~(\$280,000)~~) \$2,206,000 of the
20 general fund--state appropriation for fiscal year 2015, and
21 (~~(\$10,803,000)~~) \$17,912,000 of the general fund--federal appropriation
22 are provided solely to implement phase two of the project to create a
23 single provider payment system that consolidates medicaid medical and
24 social services payments and replaces the social service payment
25 system. The amounts provided in this subsection are conditioned on the
26 authority satisfying the requirements of the project management
27 oversight standards and policies established by the office of the chief
28 information officer.

29 (~~(38)~~) (36) Within the amounts appropriated in this section, the
30 health care authority and the department of social and health services
31 shall implement the state option to provide health homes for enrollees
32 with chronic conditions under section 2703 of the federal affordable
33 care act. The total state match for enrollees who are dually-eligible
34 for both medicare and medicaid and not enrolled in managed care shall
35 be no more than the net savings to the state from the enhanced match
36 rate for its medicaid-only managed care enrollees under section 2703.

37 (~~(39)~~) (37) The health care authority shall not initiate any
38 services that require expenditure of state general fund moneys unless

1 expressly authorized in this act or other law. The health care
2 authority may seek, receive, and spend, under RCW 43.79.260 through
3 43.79.282, federal moneys not anticipated in this act as long as the
4 federal funding does not require expenditure of state moneys for the
5 program in excess of amounts anticipated in this act. If the health
6 care authority receives unanticipated unrestricted federal moneys,
7 those moneys shall be spent for services authorized in this act or in
8 any other legislation providing appropriation authority, and an equal
9 amount of appropriated state general fund moneys shall lapse. Upon the
10 lapsing of any moneys under this subsection, the office of financial
11 management shall notify the legislative fiscal committees. As used in
12 this subsection, "unrestricted federal moneys" includes block grants
13 and other funds that federal law does not require to be spent on
14 specifically defined projects or matched on a formula basis by state
15 funds.

16 ~~((40))~~ (38) Within the amounts appropriated in this section, the
17 authority shall reimburse for primary care services provided by
18 naturopathic physicians.

19 ~~((41))~~ (39) Within amounts appropriated, the health care
20 authority shall conduct a review of its management and staffing
21 structure to identify efficiencies and opportunities to reduce full
22 time equivalent employees and other administrative costs. A report
23 summarizing the review and the authority's recommendations to reduce
24 costs and full time equivalent employees must be submitted to the
25 governor and legislature by November 1, 2013.

26 ~~((42) \$17,279,000))~~ (40) \$16,209,000 of the health benefit
27 exchange account--state appropriation and ~~((2,721,000))~~ \$3,791,000 of
28 the general fund--federal appropriation are provided solely to support
29 the operations of the Washington health benefit exchange from January
30 1, 2015, to June 30, 2015. The Washington state health insurance pool
31 administrator shall transfer \$20,838,000 of pool contributions to the
32 treasurer for deposit into the health benefit exchange account in
33 calendar year 2014. The receipt and use of medicaid funds provided to
34 the health benefit exchange from the health care authority are subject
35 to compliance with state and federal regulations and policies governing
36 the Washington apple health programs, including timely and proper
37 application, eligibility, and enrollment procedures.

1 ~~((+43+))~~ (41) Within the amounts appropriated in this section, the
2 authority shall continue to provide coverage after December 31, 2013,
3 for pregnant teens that qualify under existing pregnancy medical
4 programs, but whose eligibility for pregnancy related services would
5 otherwise end due to the application of the new modified adjusted gross
6 income eligibility standard.

7 ~~((+44+))~~ (42) ~~((Upon implementation of the medicaid expansion under
8 subsection (1) of this section, the breast and cervical cancer
9 treatment program is eliminated. To maintain continuity of coverage,
10 the authority shall offer the option to stay in a fee for service
11 program to clients that are already enrolled in the breast and cervical
12 cancer treatment program and will be transitioned into the new adult
13 group upon implementation of the medicaid expansion. The authority
14 will continue to provide coverage to clients that are already enrolled
15 in the breast and cervical cancer treatment program at the time of
16 program elimination until their courses of treatment are completed))~~
17 Sufficient amounts are appropriated in this section to restore medicaid
18 coverage under the breast and cervical cancer treatment program.

19 ~~((+45+))~~ (43) \$40,000 of the general fund--state appropriation for
20 fiscal year 2014 and \$40,000 of the general fund--federal appropriation
21 are provided solely for the authority to create a new position to
22 provide adequate oversight and assistance to managed care
23 organizations, rural health clinics, and federally qualified health
24 centers under a new administratively streamlined payment methodology.
25 Effective July 1, 2013, or upon obtaining any necessary federal
26 approval, but in no case during the first quarter of a calendar year,
27 the authority shall implement an administratively streamlined payment
28 methodology for federally qualified health centers and rural health
29 clinics. The authority's payments to managed care organizations shall
30 include the full encounter payment comprised of both the standard and
31 enhancement payments for federally qualified health centers and rural
32 health clinics as defined in the medicaid state plan and in accordance
33 with section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)).
34 At no time will a managed care organization be at risk for or have any
35 claim to the supplemental payment portion of the rate which will be
36 reconciled to ensure accurate payment and full pass through of the
37 obligated funds. For any services eligible for encounter payments, as
38 defined in the medicaid state plan, managed care organizations shall be

1 required to pay at least the full published encounter rates directly to
2 each clinic or center, and payments will be reconciled on at least an
3 annual basis between the managed care organization and the authority,
4 with final review and approval by the authority. At the option of any
5 clinic, the enhancement payment can be received from the managed care
6 organization on a per member per month basis for all assigned managed
7 care enrollees in an amount prescribed by the authority. Nothing in
8 this section is intended to disrupt mutually agreeable contractual
9 arrangements between managed care organizations and clinics that impact
10 how the standard payment for services is paid. The authority will
11 require participating managed care organizations to reimburse federally
12 qualified health centers and rural health clinics for clean claims in
13 strict adherence to the timeliness of payment standards established
14 under contract and specified for the medicaid fee-for-service program
15 in section 1902(a)(37) of the social security act (42 U.S.C.
16 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and specified for health carriers
17 in WAC 284-43-321. The authority shall exercise all necessary options
18 under its existing sanctions policy to enforce timely payment of
19 claims. The authority shall ensure necessary staff and resources are
20 identified to actively monitor and enforce the timeliness and accuracy
21 of payments to federally qualified health centers and rural health
22 clinics. By January 1, 2014, and after collaboration with federally
23 qualified health centers, rural health clinics, managed care plans, and
24 the centers for medicare and medicaid services, the authority will
25 produce a report that provides options for a new payment methodology
26 that rewards innovation and outcomes over volume of services delivered,
27 and which maintains the integrity of the rural health clinic and
28 federally qualified health center programs as outlined under federal
29 law. The report will detail necessary federal authority for
30 implementation and provide the benefits and drawbacks of each option.

31 ~~((46))~~ (44) \$3,605,000 of the general fund--state appropriation
32 for fiscal year 2014 is provided solely to proportionally reduce the
33 amounts that rural health clinics owe the state under the calendar year
34 2009 recoupment.

35 ~~((47))~~ (45) Sufficient amounts are appropriated in this section
36 to remove the mental health visit limit and to provide the shingles
37 vaccine and screening, brief intervention, and referral to treatment
38 benefits that are available in the medicaid alternative benefit plan in

1 the current medicaid benefit plan beginning January 1, 2014. ((The
2 authority shall monitor the costs of the habilitative benefit as part
3 of the forecasting process but shall not provide this benefit in the
4 current medicaid benefit plan without a direct appropriation in the
5 omnibus appropriations act.

6 ~~(48))~~ (46) The appropriations in this section reflect savings and
7 efficiencies achieved by modifying dispensing methods of contraceptive
8 drugs. The authority must make arrangements for all medicaid programs
9 offered through managed care plans or fee-for-service programs to
10 require dispensing of contraceptive drugs with a one-year supply
11 provided at one time unless a patient requests a smaller supply or the
12 prescribing physician instructs that the patient must receive a smaller
13 supply. Contracts with managed care plans must allow on-site
14 dispensing of the prescribed contraceptive drugs at family planning
15 clinics. Dispensing practices must follow clinical guidelines for
16 appropriate prescribing and dispensing to ensure the health of the
17 patient while maximizing access to effective contraceptive drugs.

18 ~~((49))~~ (47)(a) \$75,000 of the general fund--state appropriation
19 for fiscal year 2014 and \$75,000 of the general fund--federal
20 appropriation are provided solely for preparing options with an expert
21 consultant for possible implementation of a targeted premium assistance
22 program and possible implementation of the federal basic health option.
23 \$75,000 of the amounts appropriated in this subsection is provided
24 solely for the development of options related to the targeted premium
25 assistance program. The authority shall develop options for a waiver
26 request to the federal centers for medicare and medicaid services to
27 implement a targeted premium assistance program for the expansion
28 adults, identified in section 1902(a)(10)(A)(i)(VIII) of the social
29 security act, with incomes above one hundred percent of the federal
30 poverty level, and for children covered in the children's health
31 insurance program with incomes above two hundred percent of the federal
32 poverty level, with a goal of providing seamless coverage through the
33 health benefit exchange and improving opportunities for families to be
34 covered in the same health plans. The options must include the
35 possibility of applying premiums for individuals and cost-sharing that
36 may exceed the five percent of family income cap under federal law, and
37 the options must include recommendations to make the targeted premium
38 assistance program cost neutral. The authority shall submit a report

1 on the options to the legislature and the governor by January 1, 2014.
2 The authority is encouraged to be creative, use subject matter experts,
3 and exhaust all possible options to achieve cost neutrality. The
4 report shall also include a detailed plan and timeline. \$75,000 of the
5 amounts appropriated in this subsection is provided solely for the
6 development of options related to the federal basic health option. The
7 authority shall prepare options for implementing the federal basic
8 health option as federal guidance becomes available. The authority
9 shall submit a report on the options to the legislature and the
10 governor by January 1, 2014, or ninety days following the release of
11 federal guidance. The report must include a comparison of the premiums
12 and cost-sharing under the federal basic health option with the premium
13 assistance options described in this subsection, options for
14 implementing the federal basic health option in combination with a
15 premium assistance program, a detailed fiscal analysis for each
16 coverage approach, including the estimated costs for system design and
17 implementation, and information about impacted populations.

18 (b) Where possible, the authority shall leverage the same expert
19 consultants to review each proposal and compare and contrast the
20 approaches to ensure seamless coordination with the health benefit
21 exchange.

22 (c) The authority shall collaborate with the joint select committee
23 on health care oversight in the development of these options.

24 (48) \$229,000 of the general fund--state appropriation for fiscal
25 year 2015 and \$195,000 of the general fund--federal appropriation are
26 provided solely to implement Engrossed Second Substitute House Bill No.
27 2639 (mental health, chemical dependency) and Engrossed Second
28 Substitute House Bill No. 2315 (suicide prevention). If Engrossed
29 Second Substitute House Bill No. 2639 (mental health, chemical
30 dependency) is not enacted by June 30, 2014, the amounts provided in
31 this subsection shall lapse.

32 (49) \$500,000 of the general fund--state appropriation for fiscal
33 year 2015 is provided solely to implement Engrossed Substitute House
34 Bill No. 2594 (federal basic health program). If the bill is not
35 enacted by June 30, 2014, the amount provided in this subsection shall
36 lapse.

37 (50) \$604,000 of the general fund--state appropriation for fiscal
38 year 2014, \$597,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$18,320,000 of the general fund--federal appropriation
2 are provided solely to implement Engrossed Second Substitute House Bill
3 No. 2572 (health care purchasing, delivery). If the bill is not
4 enacted by June 30, 2014, the amounts provided in this subsection shall
5 lapse.

6 (51) \$306,000 of the general fund--state appropriation for fiscal
7 year 2015 and \$306,000 of the general fund--federal appropriation are
8 provided solely to implement Substitute House Bill No. 2310 (provider
9 safety equipment). If the bill is not enacted by June 30, 2014, the
10 amounts provided in this subsection shall lapse.

11 (52) The health care authority may contract with any managed health
12 care system to provide medicaid services to the extent that minimum
13 contracting requirements defined by the authority are met for a given
14 region. The authority shall respond to any request to contract from a
15 managed health care system with a written explanation of the
16 preliminary decision within ninety days, with a final decision
17 contingent on successful completion of an onsite readiness review
18 process conducted by the authority. New managed health care systems
19 will only be considered for inclusion during annual contract renewal
20 periods, and requests must be submitted no later than June 1 to be
21 considered for the next contract year. The authority must heavily
22 weigh the benefit of medicaid-exchange alignment in reaching its
23 decision.

24 (53) The appropriations to the authority in this act shall be
25 expended for the purposes and in the amounts specified in this act. To
26 the extent that appropriations in this section are insufficient to fund
27 actual expenditures in excess of caseload forecasts and utilization
28 assumptions, the authority, after May 1, 2014, may transfer general
29 fund--state appropriations for fiscal year 2014 that are provided
30 solely for a specified purpose. The authority shall not transfer
31 funds, and the director of financial management shall not approve the
32 transfer, unless the transfer is consistent with the objective of
33 conserving, to the maximum extent possible, the expenditure of state
34 funds. The director of financial management shall notify the
35 appropriate fiscal committees of the senate and house of
36 representatives in writing seven days prior to approving any allotment
37 modifications or transfers under this subsection. The written
38 notification shall include a narrative explanation and justification of

1 changes, along with expenditures and allotments by budget unit and
2 appropriation, both before and after any allotment modifications or
3 transfers.

4 (54) Moneys appropriated in this section shall not be used to pay
5 hospital owned physician practices or clinics a higher payment rate
6 than the maximum resource based relative value scale fee rate received
7 by nonhospital owned physician practices or clinics for the same
8 procedure.

9 (55) By January 1, 2015, the authority shall increase the fee-for-
10 service reimbursement rates for private duty nursing services for
11 medically fragile children, increase fee-for-service rates for home
12 health care services, and add licensed clinical medical social services
13 as covered home health services only to the extent that the authority
14 determines that the provider rate increases and the additional covered
15 services will not increase payment rates under healthy options managed
16 care contracts.

17 **Sec. 214.** 2013 2nd sp.s. c 4 s 214 (uncodified) is amended to read
18 as follows:

19 **FOR THE HUMAN RIGHTS COMMISSION**

20	General Fund--State Appropriation (FY 2014)	((\$2,077,000))
21		<u>\$2,059,000</u>
22	General Fund--State Appropriation (FY 2015)	((\$1,996,000))
23		<u>\$2,073,000</u>
24	General Fund--Federal Appropriation	\$2,185,000
25	TOTAL APPROPRIATION	((\$6,258,000))
26		<u>\$6,317,000</u>

27 The appropriations in this section are subject to the following
28 conditions and limitations: \$218,000 of the general fund--federal
29 appropriation is provided for additional financial resources from the
30 U.S. department of housing and urban development for the investigation
31 of discrimination cases involving service animals.

32 **Sec. 215.** 2013 2nd sp.s. c 4 s 215 (uncodified) is amended to read
33 as follows:

34 **FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**

35	Worker and Community Right-to-Know Account--State	
36	Appropriation	\$10,000

1 Accident Account--State Appropriation ((~~\$19,763,000~~))
2 \$19,775,000
3 Medical Aid Account--State Appropriation ((~~\$19,763,000~~))
4 \$19,775,000
5 TOTAL APPROPRIATION ((~~\$39,536,000~~))
6 \$39,560,000

7 **Sec. 216.** 2013 2nd sp.s. c 4 s 216 (uncodified) is amended to read
8 as follows:

9 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

10 General Fund--State Appropriation (FY 2014) ((~~\$14,257,000~~))
11 \$14,538,000
12 General Fund--State Appropriation (FY 2015) ((~~\$14,159,000~~))
13 \$14,178,000
14 General Fund--Private/Local Appropriation ((~~\$3,059,000~~))
15 \$4,201,000
16 Death Investigations Account--State Appropriation \$148,000
17 Municipal Criminal Justice Assistance Account--
18 State Appropriation \$460,000
19 Washington Auto Theft Prevention Authority Account--
20 State Appropriation \$8,597,000
21 TOTAL APPROPRIATION ((~~\$40,680,000~~))
22 \$42,122,000

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

25 (1) \$5,000,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$5,000,000 of the general fund--state appropriation for
27 fiscal year 2015, are provided to the Washington association of
28 sheriffs and police chiefs solely to verify the address and residency
29 of registered sex offenders and kidnapping offenders under RCW
30 9A.44.130.

31 (2) ((~~\$340,000~~)) \$378,000 of the general fund--local appropriation
32 is provided solely to purchase ammunition for the basic law enforcement
33 academy. Jurisdictions shall reimburse to the criminal justice
34 training commission the costs of ammunition, based on the average cost
35 of ammunition per cadet, for cadets that they enroll in the basic law
36 enforcement academy.

1 (3) The criminal justice training commission may not run a basic
2 law enforcement academy class of fewer than 30 students.

3 (4) \$100,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$100,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for a school safety program. The
6 commission, in collaboration with the school safety center advisory
7 committee, shall provide the school safety training for all school
8 administrators and school safety personnel hired after the effective
9 date of this section.

10 (5) \$96,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$96,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for the school safety center
13 within the commission. The safety center shall act as an information
14 dissemination and resource center when an incident occurs in a school
15 district in Washington or in another state, coordinate activities
16 relating to school safety, and review and approve manuals and curricula
17 used for school safety models and training. Through an interagency
18 agreement, the commission shall provide funding for the office of the
19 superintendent of public instruction to continue to develop and
20 maintain a school safety information web site. The school safety
21 center advisory committee shall develop and revise the training
22 program, using the best practices in school safety, for all school
23 safety personnel. The commission shall provide research-related
24 programs in school safety and security issues beneficial to both law
25 enforcement and schools.

26 (6) \$123,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$123,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the costs of providing
29 statewide advanced driving training with the use of a driving
30 simulator.

31 (7) \$165,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$165,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for crisis intervention training
34 for peace officers. The commission shall incorporate eight hours of
35 crisis intervention curriculum into its basic law enforcement academy
36 and shall offer an eight-hour in-service crisis intervention training
37 course.

1 (8) \$35,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for a study to collect data on the number
3 of reserve officers statewide. By December 31, 2014, the commission
4 shall report to the legislature on the number of reserve peace officers
5 who are employed at each local law enforcement agency in Washington.

6 **Sec. 217.** 2013 2nd sp.s. c 4 s 217 (uncodified) is amended to read
7 as follows:

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

9	General Fund--State Appropriation (FY 2014)	((\$17,158,000))
10		<u>\$17,234,000</u>
11	General Fund--State Appropriation (FY 2015)	((\$17,733,000))
12		<u>\$18,228,000</u>
13	General Fund--Federal Appropriation	\$11,876,000
14	Asbestos Account--State Appropriation	\$366,000
15	Electrical License Account--State Appropriation	((\$37,124,000))
16		<u>\$40,274,000</u>
17	Farm Labor Contractor Account--State Appropriation	\$28,000
18	Worker and Community Right-to-Know Account--	
19	State Appropriation	\$903,000
20	Public Works Administration Account--State	
21	Appropriation	((\$6,252,000))
22		<u>\$7,860,000</u>
23	Manufactured Home Installation Training Account--	
24	State Appropriation	\$353,000
25	Accident Account--State Appropriation	((\$258,440,000))
26		<u>\$259,475,000</u>
27	Accident Account--Federal Appropriation	\$13,626,000
28	Medical Aid Account--State Appropriation	((\$278,697,000))
29		<u>\$279,711,000</u>
30	Medical Aid Account--Federal Appropriation	\$3,186,000
31	Plumbing Certificate Account--State Appropriation	((\$1,732,000))
32		<u>\$1,746,000</u>
33	Pressure Systems Safety Account--State	
34	Appropriation	\$4,193,000
35	TOTAL APPROPRIATION	((\$651,667,000))
36		<u>\$659,059,000</u>
37		

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

3 (1) Pursuant to RCW 43.135.055, the department is authorized to
4 increase elevator fees by up to 13.1 percent during the 2013-2015
5 fiscal biennium. This increase is necessary to support expenditures
6 authorized in this section, consistent with chapter 70.87 RCW.

7 (2) \$1,336,000 of the medical aid account--state appropriation is
8 provided solely for implementation of Substitute Senate Bill No. 5362
9 (workers' compensation/vocational rehabilitation). If the bill is not
10 enacted by June 30, 2013, the amount provided in this subsection shall
11 lapse.

12 (3) \$279,000 of the public works administration account--state
13 appropriation, \$4,000 of the medical aid account--state appropriation,
14 and \$4,000 of the accident account--state appropriation are provided
15 solely for implementation of Substitute House Bill No. 1420
16 (transportation improvement projects). If the bill is not enacted by
17 June 30, 2013, the amounts provided in this subsection shall lapse.

18 (4) \$104,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$104,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely to implement Substitute Senate
21 Bill No. 5123 (farm internships). If the bill is not enacted by June
22 30, 2013, the amount provided in this subsection shall lapse.

23 ~~((+6+))~~ (5) \$210,000 of the medical aid account--state
24 appropriation and \$630,000 of the accident account--state appropriation
25 are provided solely for the contract costs and one staff position at
26 the department for the purpose of implementing the logging safety
27 initiative in an effort to reduce the frequency and severity of
28 injuries in manual, or nonmechanized, logging. The department shall
29 reduce \$840,000 of workers compensation funding used for the safety and
30 health investment project to maintain cost neutrality. Additional
31 costs for the implementation of the logging safety initiative shall be
32 accomplished by the department within existing resources to include the
33 assignment of two full-time auditors specifically for this purpose.
34 The department is directed to include \$420,000 of these costs in its
35 calculation of workers' compensation premiums for the forest products
36 industry for 2014, 2015, and 2016 rates. The department shall report
37 to the legislature by December 31, 2014, an approach for using a third
38 party safety certification vendor, accomplishments of the taskforce,

1 accomplishments on this effort to-date, and future plans. The report
2 must identify options for future funding and make recommendations for
3 permanent funding for this program.

4 (6) \$132,000 of the accident account--state appropriation and
5 \$130,000 of the medical aid account--state appropriation are provided
6 solely to implement Engrossed Second Substitute House Bill No. 1467
7 (unpaid wages collection). If the bill is not enacted by June 30,
8 2014, the amounts provided in this subsection shall lapse.

9 (7) \$399,000 of the general fund--state appropriation for fiscal
10 year 2015 and \$21,000 of the electrical license account--state
11 appropriation are provided solely to implement Substitute House Bill
12 No. 2146 (labor and industries appeal bonds). If the bill is not
13 enacted by June 30, 2014, the amounts provided in this subsection shall
14 lapse.

15 (8) \$457,000 of the public works administration account--state
16 appropriation is provided solely to implement Substitute House Bill No.
17 2331 (public works payroll records). If the bill is not enacted by
18 June 30, 2014, the amount provided in this subsection shall lapse.

19 (9) \$129,000 of the accident account--state appropriation and
20 \$130,000 of the medical aid account--state appropriation are provided
21 solely to implement Substitute House Bill No. 2333 (employee
22 antiretaliation act). If the bill is not enacted by June 30, 2014, the
23 amounts provided in this subsection shall lapse.

24 (10) \$330,000 of the accident account--state appropriation and
25 \$330,000 of the medical aid account--state appropriation are provided
26 solely to implement House Bill No. 2334 (employee status). If the bill
27 is not enacted by June 30, 2014, the amounts provided in this
28 subsection shall lapse.

29 (11) \$33,000 of the medical aid account--state appropriation is
30 provided solely to implement Engrossed House Bill No. 2617 (interpreter
31 services). If the bill is not enacted by June 30, 2014, the amount
32 provided in this subsection shall lapse.

33 (12) \$15,000 of the general fund--state appropriation for fiscal
34 year 2014, and \$35,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the department of labor and
36 industries to convene and provide support to a work group on
37 agricultural and agricultural labor-related issues. The goals of the
38 work group are to educate participants on relevant areas of regulation

1 and business practices of the agricultural industry and to foster
2 substantive, respectful, problem-solving oriented communication between
3 multiple state agencies and those in and affected by the agricultural
4 industry. The work group must strive to identify mutual points of
5 interest and concern, and collaborate to find administrative solutions
6 to issues affecting agriculture, including but not limited to, housing,
7 workplace standards, and agricultural labor supply.

8 (a) The work group must consist of ten members appointed by the
9 governor with balanced and diverse representation that must include
10 representatives from growers, agricultural industries, farmworker
11 advocates, and labor.

12 (b) State agencies including the department of agriculture, the
13 employment security department, the department of labor and industries,
14 the department of health, and the commission on Hispanic affairs must
15 each identify a representative to participate on the work group as an
16 ex officio member. The work group may invite other agencies to
17 participate as needed.

18 (c) The department of labor and industries must provide a
19 facilitator and coordinate no more than six meetings in 2014 with the
20 final number of meetings to be determined by the work group.

21 (d) The facilitator, who may be an employee or contractor
22 identified by the department of labor and industries, must assist work
23 group members to identify a list of issues that may be implemented
24 administratively for consideration by the work group and develop a work
25 plan for implementation.

26 (e) The department of labor and industries must submit a report by
27 December 1, 2014, to the office of financial management and to the
28 appropriate fiscal and policy committees of the legislature. The
29 report must include the following:

30 (i) The list of work group members;

31 (ii) The list of all issues identified by the work group that may
32 be implemented administratively, including those that are agreed to by
33 the entire work group and those that are supported by some members of
34 the work group but not all; and

35 (iii) The agreed upon work plan of administrative actions to be
36 taken, including progress made, status as of the date of the report,
37 and next steps.

1 (f) Work group members are entitled to be reimbursed for travel
2 expenses under RCW 43.03.050, 43.03.060, and 43.03.049.

3 **Sec. 218.** 2013 2nd sp.s. c 4 s 218 (uncodified) is amended to read
4 as follows:

5 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

6 (1) HEADQUARTERS

7 General Fund--State Appropriation (FY 2014) \$1,996,000
8 General Fund--State Appropriation (FY 2015) (~~(\$1,900,000)~~)
9 \$1,902,000

10 Charitable, Educational, Penal, and Reformatory
11 Institutions Account--State Appropriation \$10,000
12 TOTAL APPROPRIATION (~~(\$3,906,000)~~)
13 \$3,908,000

14 (2) FIELD SERVICES

15 General Fund--State Appropriation (FY 2014) (~~(\$5,340,000)~~)
16 \$5,348,000

17 General Fund--State Appropriation (FY 2015) (~~(\$5,316,000)~~)
18 \$5,322,000

19 General Fund--Federal Appropriation (~~(\$3,455,000)~~)
20 \$3,460,000

21 General Fund--Private/Local Appropriation (~~(\$4,418,000)~~)
22 \$4,550,000

23 Veteran Estate Management Account--Private/Local
24 Appropriation \$1,104,000
25 TOTAL APPROPRIATION (~~(\$19,633,000)~~)
26 \$19,784,000

27 The appropriations in this subsection are subject to the following
28 conditions and limitations: \$300,000 of the general fund--state
29 appropriation for fiscal year 2014 and \$300,000 of the general fund--
30 state appropriation for fiscal year 2015 are provided solely to provide
31 crisis and emergency relief and education, training, and employment
32 assistance to veterans and their families in their communities through
33 the veterans innovation program.

34 (3) INSTITUTIONAL SERVICES

35 General Fund--State Appropriation (FY 2014) (~~(\$102,000)~~)
36 \$239,000

1	General Fund--State Appropriation (FY 2015)	((<u>\$20,000</u>))
2		<u>\$156,000</u>
3	General Fund--Federal Appropriation	((<u>\$68,981,000</u>))
4		<u>\$69,622,000</u>
5	General Fund--Private/Local Appropriation	((<u>\$39,355,000</u>))
6		<u>\$25,656,000</u>
7	TOTAL APPROPRIATION	((<u>\$108,458,000</u>))
8		<u>\$95,673,000</u>

9 **Sec. 219.** 2013 2nd sp.s. c 4 s 219 (uncodified) is amended to read
10 as follows:

11 **FOR THE DEPARTMENT OF HEALTH**

12	General Fund--State Appropriation (FY 2014)	((<u>\$60,230,000</u>))
13		<u>\$60,103,000</u>
14	General Fund--State Appropriation (FY 2015)	((<u>\$59,198,000</u>))
15		<u>\$64,363,000</u>
16	General Fund--Federal Appropriation	((<u>\$536,074,000</u>))
17		<u>\$535,692,000</u>
18	General Fund--Private/Local Appropriation	((<u>\$139,455,000</u>))
19		<u>\$139,290,000</u>
20	Hospital Data Collection Account--State Appropriation	\$222,000
21	Health Professions Account--State Appropriation	((<u>\$104,722,000</u>))
22		<u>\$104,898,000</u>
23	Aquatic Lands Enhancement Account--State Appropriation	\$604,000
24	Emergency Medical Services and Trauma Care Systems Trust Account--State Appropriation	((<u>\$12,319,000</u>))
25		<u>\$11,198,000</u>
26	Safe Drinking Water Account--State Appropriation	((<u>\$5,267,000</u>))
27		<u>\$5,255,000</u>
28	Drinking Water Assistance Account--Federal Appropriation	((<u>\$14,806,000</u>))
29		<u>\$14,747,000</u>
30	Waterworks Operator Certification--State Appropriation	\$1,560,000
31	Drinking Water Assistance Administrative Account-- State Appropriation	\$339,000
32	Site Closure Account--State Appropriation	\$159,000
33	Biotoxin Account--State Appropriation	\$1,323,000
34		
35		
36		
37		

1	State Toxics Control Account--State Appropriation . . .	((\$3,949,000))
2		<u>\$3,935,000</u>
3	Medical Test Site Licensure Account--State	
4	Appropriation	((\$4,737,000))
5		<u>\$4,730,000</u>
6	Youth Tobacco Prevention Account--State Appropriation . . .	\$1,512,000
7	Public Health Supplemental Account--Private/Local	
8	Appropriation	\$3,236,000
9	Accident Account--State Appropriation	\$304,000
10	Medical Aid Account--State Appropriation	\$50,000
11	Medicaid Fraud Penalty Account--State	
12	Appropriation	\$987,000
13	TOTAL APPROPRIATION	((\$951,053,000))
14		<u>\$954,507,000</u>

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

17 (1)(a) The department of health shall not initiate any services
18 that will require expenditure of state general fund moneys unless
19 expressly authorized in this act or other law. The department of
20 health and the state board of health shall not implement any new or
21 amended rules pertaining to primary and secondary school facilities
22 until the rules and a final cost estimate have been presented to the
23 legislature, and the legislature has formally funded implementation of
24 the rules through the omnibus appropriations act or by statute. The
25 department may seek, receive, and spend, under RCW 43.79.260 through
26 43.79.282, federal moneys not anticipated in this act as long as the
27 federal funding does not require expenditure of state moneys for the
28 program in excess of amounts anticipated in this act. If the
29 department receives unanticipated unrestricted federal moneys, those
30 moneys shall be spent for services authorized in this act or in any
31 other legislation that provides appropriation authority, and an equal
32 amount of appropriated state moneys shall lapse. Upon the lapsing of
33 any moneys under this subsection, the office of financial management
34 shall notify the legislative fiscal committees. As used in this
35 subsection, "unrestricted federal moneys" includes block grants and
36 other funds that federal law does not require to be spent on
37 specifically defined projects or matched on a formula basis by state
38 funds.

1 (b) The joint administrative rules review committee shall review
2 the new or amended rules pertaining to primary and secondary school
3 facilities under (a) of this subsection. The review committee shall
4 determine whether (i) the rules are within the intent of the
5 legislature as expressed by the statute that the rule implements, (ii)
6 the rule has been adopted in accordance with all applicable provisions
7 of law, or (iii) that the agency is using a policy or interpretive
8 statement in place of a rule. The rules review committee shall report
9 to the appropriate policy and fiscal committees of the legislature the
10 results of committee's review and any recommendations that the
11 committee deems advisable.

12 (2) In accordance with RCW 43.70.250 and 43.135.055, the department
13 is authorized to establish and raise fees in fiscal year 2014 as
14 necessary to meet the actual costs of conducting business and the
15 appropriation levels in this section. This authorization applies to
16 fees required for newborn screening, and fees associated with the
17 following professions: Agency affiliated counselors; certified
18 counselors; and certified advisors.

19 (3) \$150,000 of the state toxics control account--state
20 appropriation is provided solely to provide water filtration systems
21 for low-income households with individuals at high public health risk
22 from nitrate-contaminated wells in the lower Yakima basin.

23 (4)(a) \$64,000 of the medicaid fraud penalty account--state
24 appropriation is provided solely for the department to integrate the
25 prescription monitoring program into the coordinated care electronic
26 tracking program developed in response to section 213, chapter 7, Laws
27 of 2012, 2nd sp. sess., commonly referred to as the seven best
28 practices in emergency medicine.

29 (b) The integration must provide prescription monitoring program
30 data to emergency department personnel when the patient registers in
31 the emergency department. Such exchange may be a private or public
32 joint venture, including the use of the state health information
33 exchange.

34 (c) As part of the integration, the department shall request
35 insurers and third-party administrators that provide coverage to
36 residents of Washington state to provide the following to the
37 coordinated care electronic tracking program:

1 (i) Any available information regarding the assigned primary care
2 provider, and the primary care provider's telephone and fax numbers.
3 This information is to be used for real-time communication to an
4 emergency department provider when caring for a patient; and

5 (ii) Information regarding any available care plans or treatment
6 plans for patients with higher utilization of services on a regular
7 basis. This information is to be provided to the treating provider.

8 (5) \$270,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for the Washington autism alliance to
10 assist autistic individuals and families with autistic children during
11 the transition to federal health reform.

12 (6) \$6,000 of the general fund--state appropriation for fiscal year
13 2014 and \$5,000 of the general fund--state appropriation for fiscal
14 year 2015 are provided solely for the department to convene a work
15 group to study and recommend language for standardized clinical
16 affiliation agreements for clinical placements associated with the
17 education and training of physicians licensed under chapter 18.71 RCW,
18 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,
19 and nurses licensed under chapter 18.79 RCW. The work group shall
20 develop one recommended standardized clinical affiliation agreement for
21 each profession or one recommended standardized clinical affiliation
22 agreement for all three professions.

23 (a) When choosing members of the work group, the department shall
24 consult with the health care personnel shortage task force and shall
25 attempt to ensure that the membership of the work group is
26 geographically diverse. The work group must, at a minimum, include
27 representatives of the following:

- 28 (i) Two-year institutions of higher education;
- 29 (ii) Four-year institutions of higher education;
- 30 (iii) The University of Washington medical school;
- 31 (iv) The college of osteopathic medicine at the Pacific Northwest
32 University of Health Sciences;
- 33 (v) The health care personnel shortage task force;
- 34 (vi) Statewide organizations representing hospitals and other
35 facilities that accept clinical placements;
- 36 (vii) A statewide organization representing physicians;
- 37 (viii) A statewide organization representing osteopathic physicians
38 and surgeons;

1 (ix) A statewide organization representing nurses;
2 (x) A labor organization representing nurses; and
3 (xi) Any other groups deemed appropriate by the department in
4 consultation with the health care personnel shortage task force.

5 (b) The work group shall report its findings to the governor and
6 the appropriate standing committees of the legislature no later than
7 November 15, 2014.

8 (7) \$65,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$65,000 of the general fund--state appropriation for
10 fiscal year 2015 are for the midwifery licensure and regulatory program
11 to supplement revenue from fees. The department shall charge no more
12 than five hundred twenty-five dollars annually for new or renewed
13 licenses for the midwifery program.

14 (8) During the 2013-2015 fiscal biennium, each person subject to
15 RCW 43.70.110(3)(c) is required to pay only one surcharge of up to
16 twenty-five dollars annually for the purposes of RCW 43.70.112,
17 regardless of how many professional licenses the person holds.

18 (9) \$654,000 of the health professions account--state appropriation
19 is provided solely for the implementation of Engrossed Senate Bill No.
20 5206 (health sciences library). If the bill is not enacted by June 30,
21 2013, the amount provided in this subsection shall lapse.

22 (10) \$35,000 of the health professions account--state appropriation
23 is provided solely for the implementation of House Bill No. 1003
24 (health professions licensees). If the bill is not enacted by June 30,
25 2013, the amount provided in this subsection shall lapse.

26 (11) \$10,000 of the health professions account--state appropriation
27 is provided solely for the implementation of Substitute House Bill No.
28 1270 (board of denturists). If the bill is not enacted by June 30,
29 2013, the amount provided in this subsection shall lapse.

30 (12) \$10,000 of the health professions account--state appropriation
31 is provided solely for the implementation of Substitute House Bill No.
32 1271 (denturism). If the bill is not enacted by June 30, 2013, the
33 amount provided in this subsection shall lapse.

34 (13) \$11,000 of the health professions account--state appropriation
35 is provided solely for the implementation of House Bill No. 1330
36 (dental hygienists, assistants). If the bill is not enacted by June
37 30, 2013, the amount provided in this subsection shall lapse.

1 (14) (~~(\$1,008,000 of the health professions account--state~~
2 ~~appropriation is provided solely for the implementation of Substitute~~
3 ~~House Bill No. 1343 (nurses surcharge). If the bill is not enacted by~~
4 ~~June 30, 2013, the amount provided in this subsection shall lapse.~~

5 (15)) \$34,000 of the health professions account--state
6 appropriation is provided solely for the implementation of Substitute
7 House Bill No. 1376 (suicide assessment training). If the bill is not
8 enacted by June 30, 2013, the amount provided in this subsection shall
9 lapse.

10 (~~(16)~~) (15) \$10,000 of the health professions account--state
11 appropriation is provided solely for the implementation of Engrossed
12 Substitute House Bill No. 1515 (medical assistants). If the bill is
13 not enacted by June 30, 2013, the amount provided in this subsection
14 shall lapse.

15 (~~(17)~~) (16) \$2,185,000 of the health professions account--state
16 appropriation is provided solely for the implementation of Second
17 Substitute House Bill No. 1518 (disciplinary authorities). If the bill
18 is not enacted by June 30, 2013, the amount provided in this subsection
19 shall lapse.

20 (~~(18)~~) (17) \$141,000 of the general fund--private/local
21 appropriation is provided solely for the implementation of Substitute
22 House Bill No. 1525 (birth certificates). If the bill is not enacted
23 by June 30, 2013, the amount provided in this subsection shall lapse.

24 (~~(19)~~) (18) \$220,000 of the health professions account--state
25 appropriation is provided solely for the implementation of House Bill
26 No. 1534 (impaired dentist program). If the bill is not enacted by
27 June 30, 2013, the amount provided in this subsection shall lapse.

28 (~~(20)~~) (19) \$51,000 of the health professions account--state
29 appropriation is provided solely for the implementation of House Bill
30 No. 1609 (board of pharmacy). If the bill is not enacted by June 30,
31 2013, the amount provided in this subsection shall lapse.

32 (~~(21)~~) (20) \$12,000 of the health professions account--state
33 appropriation is provided solely for the implementation of Substitute
34 House Bill No. 1629 (home care aide continuing education). If the bill
35 is not enacted by June 30, 2013, the amount provided in this subsection
36 shall lapse.

37 (~~(22)~~) (21) \$18,000 of the health professions account--state

1 appropriation is provided solely for the implementation of Substitute
2 House Bill No. 1737 (physician assistants). If the bill is not enacted
3 by June 30, 2013, the amount provided in this subsection shall lapse.

4 ~~((+23))~~ (22) \$77,000 of the general fund--state appropriation for
5 fiscal year 2014 and \$38,000 of the general fund--state appropriation
6 for fiscal year 2015 are provided solely to develop a report on state
7 efforts to prevent and control diabetes. The department, the health
8 care authority, and the department of social and health services shall
9 submit a coordinated report to the governor and the appropriate
10 committees of the legislature by December 31, 2014, on the following:

11 (a) The financial impacts and reach that diabetes of all types and
12 undiagnosed gestational diabetes are having on the programs
13 administered by each agency and individuals, including children with
14 mothers with undiagnosed gestational diabetes, enrolled in those
15 programs. Items in this assessment must include: (i) The number of
16 lives with diabetes and undiagnosed gestational diabetes impacted or
17 covered by the programs administered by each agency; (ii) the number of
18 lives with diabetes, or at risk for diabetes, and family members
19 impacted by prevention and diabetes control programs implemented by
20 each agency; (iii) the financial toll or impact diabetes and its
21 complications, and undiagnosed gestational diabetes and the
22 complications experienced during labor to children of mothers with
23 gestational diabetes places on these programs in comparison to other
24 chronic diseases and conditions; and (iv) the financial toll or impact
25 diabetes and its complications, and diagnosed gestational diabetes and
26 the complications experienced during labor to children of mothers with
27 gestational diabetes places on these programs;

28 (b) An assessment of the benefits of implemented and existing
29 programs and activities aimed at controlling all types of diabetes and
30 preventing the disease. This assessment must also document the amount
31 and source for any funding directed to each agency for the programs and
32 activities aimed at reaching those with diabetes of all types;

33 (c) A description of the level of coordination existing between the
34 agencies on activities, programmatic activities, and messaging on
35 managing, treating, or preventing all types of diabetes and its
36 complications;

37 (d) The development or revision of detailed policy-related action
38 plans and budget recommendations for battling diabetes and undiagnosed

1 gestational diabetes that includes a range of actionable items for
2 consideration by the legislature. The plans and budget recommendations
3 must identify proposed action steps to reduce the impact of diabetes,
4 prediabetes, related diabetes complications, and undiagnosed
5 gestational diabetes. The plans and budget recommendations must also
6 identify expected outcomes of the action steps proposed in the
7 following biennium while also establishing benchmarks for controlling
8 and preventing all types of diabetes; and

9 (e) An estimate of savings, efficiencies, costs, and budgetary
10 savings and resources required to implement the plans and budget
11 recommendations identified in (d) of this subsection (23).

12 ~~((+24))~~ (23) Within the general fund--state amounts appropriated
13 in this section, the department of health will develop and administer
14 the certified home care aide examination translated into at least seven
15 languages in addition to the languages in which the examination is
16 available on the effective date of this act. The purpose of offering
17 the examination in additional languages is to encourage an adequate
18 supply of certified home care aides to meet diverse long-term care
19 client needs.

20 (24) \$350,000 of the general fund--state appropriation for fiscal
21 year 2015 is provided solely to implement Second Substitute House Bill
22 No. 2643 (healthiest next generation). If the bill is not enacted by
23 June 30, 2014, the amount provided in this subsection shall lapse.

24 (25) \$2,950,000 of the general fund--state appropriation for fiscal
25 year 2015 and \$78,000 of the health professions account--state
26 appropriation are provided solely to implement Engrossed Second
27 Substitute House Bill No. 2149 (medical marijuana). If the bill is not
28 enacted by June 30, 2014, the amounts provided in this subsection shall
29 lapse.

30 (26) \$68,000 of the health professions account--state appropriation
31 is provided solely to implement Engrossed Substitute House Bill No.
32 2160 (physical therapists). If the bill is not enacted by June 30,
33 2014, the amount provided in this subsection shall lapse.

34 (27) \$251,000 of the health professions account--state
35 appropriation is provided solely to implement Engrossed Substitute
36 House Bill No. 2315 (suicide prevention). If the bill is not enacted
37 by June 30, 2014, the amount provided in this subsection shall lapse.

1 (28)(a) Within the appropriations provided in this section, the
2 department shall update its hepatitis C strategic plan for the state to
3 include recommended actions pertaining to, at a minimum:

4 (i) Using prevalence data to determine the number of undiagnosed
5 hepatitis C patients in the state;

6 (ii) How to best reach undiagnosed patients, with special
7 consideration to people born between 1945 and 1965, and new infections;

8 (iii) The status of the more than sixty thousand state residents
9 who have already been diagnosed with hepatitis C;

10 (iv) A framework for improving hepatitis C testing and linkage to
11 medical care; and

12 (v) A framework for the prevention of hepatitis C.

13 (b) The department of health shall present its updated strategic
14 hepatitis C plan to the appropriate committees of the legislature by
15 September 15, 2014.

16 **Sec. 220.** 2013 2nd sp.s. c 4 s 220 (uncodified) is amended to read
17 as follows:

18 **FOR THE DEPARTMENT OF CORRECTIONS**

19 The appropriations to the department of corrections in this act
20 must be expended for the programs and in the amounts specified in this
21 section. However, after May 1, 2014, after approval by the director of
22 financial management and unless specifically prohibited by this act,
23 the department may transfer general fund--state appropriations for
24 fiscal year 2014 between programs. The department may not transfer
25 funds, and the director of financial management may not approve the
26 transfer, unless the transfer is consistent with the objective of
27 conserving, to the maximum extent possible, the expenditure of state
28 funds. The director of financial management shall notify the
29 appropriate fiscal committees of the senate and house of
30 representatives in writing seven days prior to approving any deviations
31 from appropriation levels. The written notification must include a
32 narrative explanation and justification of the changes, along with
33 expenditures and allotments by budget unit and appropriation, both
34 before and after any allotment modifications or transfers.

35 (1) ADMINISTRATION AND SUPPORT SERVICES

36 General Fund--State Appropriation (FY 2014) ((\$56,437,000))
37 \$56,357,000

1	General Fund--State Appropriation (FY 2015)	((\$54,779,000))
2		<u>\$55,197,000</u>
3	Data Processing Revolving Account--State	
4	Appropriation	\$1,249,000
5	TOTAL APPROPRIATION	((\$112,465,000))
6		<u>\$112,803,000</u>

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

9 (a) \$35,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$35,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for the support of a statewide
12 council on mentally ill offenders that includes as its members
13 representatives of community-based mental health treatment programs,
14 current or former judicial officers, and directors and commanders of
15 city and county jails and state prison facilities. The council will
16 investigate and promote cost-effective approaches to meeting the
17 long-term needs of adults and juveniles with mental disorders who have
18 a history of offending or who are at-risk of offending, including their
19 mental health, physiological, housing, employment, and job training
20 needs.

21 (b) \$150,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$75,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the department to contract
24 with a consultant who can facilitate and provide project expertise on
25 the implementation of community and prison based offender programming
26 that follows the risk-needs-responsivity model.

27 (i) By September 1, 2013, the department shall provide to the
28 consultant an inventory of all existing programming both in prisons and
29 in community operations. The department shall consult with the
30 Washington state institute for public policy (WSIPP) to determine
31 whether programs are evidence-based or research-based using definitions
32 provided by WSIPP and shall include this information on the inventory.

33 (ii) By (~~October 1, 2013~~) March 1, 2014, the consultant shall
34 report to the department, the office of financial management, and
35 legislative fiscal committees on the department's current plans and
36 processes for managing offender programming including processes for
37 phasing-out ineffective programs and implementing evidence-based or
38 research-based programs. All department programs should be considered

1 by the consultant regardless of whether they are included on the most
2 recent list of WSIPP approved identifiable evidence-based practices in
3 (b)(i) of this subsection.

4 (iii) The WSIPP, in consultation with the department, shall
5 systematically review selected programs to determine the effectiveness
6 of these programs at reducing recidivism or other outcomes. The WSIPP
7 shall conduct a benefit-cost analysis of these programs when feasible
8 and shall report to the legislature by December 1, 2013.

9 (iv) Based on the report provided by the consultant and the WSIPP
10 review of programs, the department shall work collaboratively with the
11 consultant to develop and complete a written comprehensive
12 implementation plan by (~~January 15, 2014~~) June 30, 2014. The
13 implementation plan must clearly identify the types of programs to be
14 included, the recommended locations where the programs will be sited,
15 an implementation timeline, and a phasing of the projected number of
16 participants needed to meet the threshold of available program funds.

17 (v) Using the written implementation plan as a guide, the
18 department must have programs in place and fully phased-in no later
19 than (~~June 30, 2015~~) January 1, 2016.

20 (vi) The department shall hold the consultant on retainer to assist
21 the department as needed throughout the implementation process. The
22 consultant shall review quarterly the actual implementation compared to
23 the written implementation plan and shall provide a report to the
24 secretary of the department. The department shall provide reports to
25 the office of financial management and legislative fiscal committees as
26 follows:

27 (A) The written comprehensive implementation plan shall be provided
28 by January 15, 2014; and

29 (B) Written progress updates shall be provided by July 1, 2014, and
30 by December 1, 2014.

31 (2) CORRECTIONAL OPERATIONS

32	General Fund--State Appropriation (FY 2014)	((\$605,039,000))
33		<u>\$599,248,000</u>
34	General Fund--State Appropriation (FY 2015)	((\$604,704,000))
35		<u>\$601,804,000</u>
36	General Fund--Federal Appropriation	((\$3,322,000))
37		<u>\$3,356,000</u>
38	Washington Auto Theft Prevention Authority Account--	

1 State Appropriation \$7,585,000
 2 Environmental Legacy Stewardship Account--State
 3 Appropriation \$105,000
 4 County Criminal Justice Assistance Account--State
 5 Appropriation \$390,000
 6 TOTAL APPROPRIATION ((~~\$1,221,145,000~~))
 7 \$1,212,488,000

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

10 (a) During the 2013-2015 fiscal biennium, when contracts are
 11 established or renewed for offender pay phone and other telephone
 12 services provided to inmates, the department shall select the
 13 contractor or contractors primarily based on the following factors:

14 (i) The lowest rate charged to both the inmate and the person paying
 15 for the telephone call; and (ii) the lowest commission rates paid to
 16 the department, while providing reasonable compensation to cover the
 17 costs of the department to provide the telephone services to inmates
 18 and provide sufficient revenues for the activities funded from the
 19 institutional welfare betterment account.

20 (b) \$501,000 of the general fund--state appropriation for fiscal
 21 year 2014 and \$501,000 of the general fund--state appropriation for
 22 fiscal year 2015 are provided solely for the department to maintain the
 23 facility, property, and assets at the institution formerly known as the
 24 maple lane school in Rochester. The department may not house
 25 incarcerated offenders at the maple lane site until specifically
 26 directed to do so by the legislature.

27 (c) By (~~December 1, 2013~~) March 31, 2014, the department of
 28 corrections shall provide a report to the office of financial
 29 management and the appropriate fiscal and policy committees of the
 30 legislature that evaluates the department's inmate intake processes and
 31 expenditures and makes recommendations for improvements. The
 32 evaluation must include an analysis of lean management processes that,
 33 if adopted, could improve the efficiency and cost effectiveness of
 34 inmate intake.

35 (d) By December 1, 2013, the department of corrections shall
 36 provide a report to the office of financial management and the
 37 appropriate fiscal and policy committees of the legislature that
 38 evaluates the department's use of partial confinement and work release

1 programs and makes recommendations for improving public safety and
2 decreasing recidivism through increasing participation in partial
3 confinement re-entry and work release programs. In making its
4 recommendations, the department shall identify:

5 (i) Options for increasing the capacity of work release beds to
6 meet the number of eligible offenders;

7 (ii) Potential cost savings to the state through contracting for or
8 building new work release capacity;

9 (iii) Options for expanding eligibility for partial confinement,
10 including creation of a structured re-entry program that includes
11 stable housing, mandatory participation in evidence-based programs, and
12 intensive supervision; and

13 (iv) Potential cost savings to the state from creation of a
14 structured re-entry program.

15 (e) By December 1, 2013, the department of corrections shall
16 provide a report to the office of financial management and the
17 appropriate fiscal and policy committees of the legislature that
18 evaluates the department's community parenting alternative program, and
19 makes recommendations for increasing participation in the program with
20 the goals of increasing public safety and decreasing recidivism. The
21 evaluation shall include recommendations for increasing the placement
22 of eligible offenders into the program and increasing eligibility to
23 other populations. In making its recommendations, the department shall
24 identify the percent of the eligible population currently entering the
25 program, outcomes to-date for program participants, and potential cost
26 savings from increasing placement of offenders into the program.

27 (f) The department of corrections shall contract with local and
28 tribal governments for the provision of jail capacity to house
29 offenders who violate the terms of their community supervision. A
30 contract shall not have a cost of incarceration in excess of \$85 per
31 day per offender. A contract shall not have a year-to-year increase in
32 excess of three percent per year. The contracts may include rates for
33 the medical care of offenders which exceed the daily cost of
34 incarceration and the limitation on year-to-year increase, provided
35 that medical payments conform to the department's offender health plan,
36 pharmacy formulary, and all off-site medical expenses are preapproved
37 by department utilization management staff.

1 (g)(i) The legislature finds that it has taken several steps to
2 mitigate the demand for prison capacity including funding evidence-
3 based programming for offenders which is proven to reduce recidivism,
4 funding evidence-based treatment alternatives to incarceration for
5 drug-addicted offenders, standardizing inconsistencies in the drug
6 sentencing grid, and authorizing the department to rent local jail
7 beds. These steps will also assist the department's implementation of
8 additional operational efficiencies by reducing costs related to
9 offender intake, processing, and transportation.

10 (ii) Up to \$1,119,000 of the general fund--state appropriation for
11 fiscal year 2014 and up to \$1,322,000 of the general fund--state
12 appropriation for fiscal year 2015 may be used by the department to
13 rent jail capacity for short-term offenders. In contracting for jail
14 beds for short-term offenders, the department shall rent capacity from
15 local and tribal governments to house offenders with an earned release
16 date of less than one hundred twenty days remaining on his or her
17 sentence at the time the offender would otherwise be transferred to a
18 state correctional facility. The contracted daily costs for these
19 offenders shall not exceed \$70 per offender including medical costs.

20 (h) The department of corrections shall issue a competitive
21 solicitation by August 1, 2013, to contract with local jurisdictions
22 for the use of inmate bed capacity in lieu of prison beds operated by
23 the state. The department may contract for up to 300 beds statewide to
24 the extent that it is at no net cost to the department. The department
25 shall calculate and report the average cost per offender per day,
26 inclusive of all services, on an annual basis for a facility that is
27 representative of average medium or lower offender costs. The duration
28 of the contracts may be for up to four years. The department shall not
29 pay a rate greater than \$65 per day per offender for all costs
30 associated with the offender while in the local correctional facility
31 to include programming and health care costs, or the equivalent of \$65
32 per day per bed including programming and health care costs for full
33 units. The capacity provided at local correctional facilities must be
34 for offenders whom the department of corrections defines as medium or
35 lower security offenders. Programming provided for inmates held in
36 local jurisdictions is included in the rate, and details regarding the
37 type and amount of programming, and any conditions regarding
38 transferring offenders will be negotiated with the department as part

1 of any contract. Local jurisdictions must provide health care to
2 offenders that meet standards set by the department. The local jail
3 will provide all medical care including unexpected emergent care. The
4 department must utilize a screening process to ensure that offenders
5 with existing extraordinary medical/mental health needs are not
6 transferred to local jail facilities. If extraordinary medical
7 conditions develop for an inmate while at a jail facility the jail may
8 transfer the offender back to the department, subject to terms of the
9 negotiated agreement. Health care costs incurred prior to transfer
10 will be the responsibility of the jail. The department will report to
11 legislative fiscal committees and the office of financial management by
12 November 1, 2013, to provide a status update on implementation.

13 (i) The department shall convene a work group to develop health
14 care cost containment strategies at local jail facilities. The work
15 group shall identify cost containment strategies in place at the
16 department and at local jail facilities, identify the costs and
17 benefits of implementing strategies in jail health-care facilities, and
18 make recommendations on implementing beneficial strategies. The work
19 group shall submit a report on its findings and recommendations to the
20 fiscal committees of the legislature by October 1, 2013. The work
21 group shall include jail administrators, representatives from health
22 care facilities at the local jail level and the state prisons level,
23 and other representatives as deemed necessary.

24 (j) \$1,026,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$781,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely to expand the piloted
27 risk-needs-responsivity model to include the use of cognitive
28 behavioral therapy with evidence-based programming at two minimum
29 security prison facilities and at the Monroe correctional complex.

30 (k) \$23,653,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$24,919,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for offender programming.
33 Pursuant to section 220(1) of this act, the department shall develop
34 and implement a written comprehensive plan for offender programming
35 that prioritizes programs which follow the risk-needs-responsivity
36 model, are evidence-based, and have measurable outcomes. The
37 department is authorized to discontinue ineffective programs and to

1 repurpose underspent funds according to the priorities in the written
2 plan.

3 (l) \$36,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$36,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for implementation of Engrossed
6 Senate Bill No. 5484 (assault in the third-degree). If the bill is not
7 enacted by June 30, 2013, the amounts provided in this subsection shall
8 lapse.

9 (m) \$48,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$48,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for implementation of Engrossed
12 Substitute House Bill No. 1383 (stalking protection orders). If the
13 bill is not enacted by June 30, 2013, the amounts provided in this
14 subsection shall lapse.

15 (n) \$36,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$36,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for implementation of Senate Bill
18 No. 5149 (crimes against pharmacies). If the bill is not enacted by
19 June 30, 2013, the amounts provided in this subsection shall lapse.

20 (o) \$24,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$24,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for implementation of Engrossed
23 Substitute Senate Bill No. 5669 (trafficking). If the bill is not
24 enacted by June 30, 2013, the amounts provided in this subsection shall
25 lapse.

26 (p) \$24,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$24,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for implementation of Engrossed
29 Senate Bill No. 5053 (vehicle prowling). If the bill is not enacted by
30 June 30, 2013, the amounts provided in this subsection shall lapse.

31 (q) \$96,000 of the county criminal justice assistance--state
32 appropriation is provided solely for implementation of Engrossed Senate
33 Bill No. 5105 (rental vouchers for offenders). If the bill is not
34 enacted by June 30, 2013, the amount provided in this subsection shall
35 lapse.

36 (r) \$239,000 of the general fund--state appropriation for fiscal
37 year 2014, and \$1,431,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for the department to contract

1 with Yakima county for the use of inmate bed capacity in lieu of prison
2 beds operated by the state. The contract must conform to the
3 provisions of subsection (h) of this section.

4 (s) \$50,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the department to evaluate the
6 provision of post-secondary education to offenders in the prison system
7 and prepare a report of the findings. The report is due to the office
8 of financial management and the appropriate policy and fiscal
9 committees of the legislature by December 1, 2014. The report must
10 include an evaluation of the need for post-secondary education for the
11 offender population, the opportunities that exist to provide this
12 program, the available curriculum, the cost per participant, the impact
13 on recidivism, prison safety and public safety, and the options
14 available after the offender's release to assist with the reentry and
15 the continuation of education for program participants.

16 (t) The department shall assess possible uses for the Yakima county
17 jail facility, including but not limited to, housing for short-term
18 offenders; housing for community supervision violators or absconders;
19 housing for offenders with special program needs such as offenders with
20 mental health issues; and housing for older or infirm offenders. The
21 department shall report to the appropriate policy and fiscal committees
22 of the legislature by December 1, 2014, with findings, cost estimates,
23 and recommendations for the use of the facility.

24 (3) COMMUNITY SUPERVISION

25	General Fund--State Appropriation (FY 2014)	((\$130,568,000))
26		<u>\$149,938,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$131,973,000))
28		<u>\$153,322,000</u>
29	<u>General Fund--Federal Appropriation</u>	<u>\$750,000</u>
30	County Criminal Justice Assistance Account--State	\$2,249,000
31	Ignition Interlock Device Revolving Account--State	\$2,200,000
32	TOTAL APPROPRIATION	((\$266,990,000))
33		<u>\$308,459,000</u>

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

36 (a) \$1,906,000 of the county criminal justice assistance account--
37 state appropriation and \$2,200,000 of the ignition interlock device
38 revolving account--state appropriation are provided solely for the

1 department to contract for additional residential drug offender
2 sentencing alternative treatment slots. By December 1, 2013, the
3 department shall provide a report to the appropriate fiscal committees
4 of the house of representatives and the senate on the use of the
5 additional treatment slots.

6 (b) \$4,186,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$6,362,000 of the general fund--state appropriation for
8 fiscal year 2015 must be expended on evidence-based programs that
9 follow the risk-needs-responsivity model. The department is authorized
10 to use up to ten percent of these funds as necessary to secure physical
11 space as needed to maximize program delivery of evidence-based
12 treatment to all high-risk, high-need offenders in community
13 supervision. Funding may be prioritized by the department to any
14 program recognized as evidence-based for adult offenders by the
15 Washington state institute for public policy.

16 (c) \$16,513,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$16,527,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for offender programming.
19 Pursuant to section 220 (1) of this act, the department shall develop
20 and implement a written comprehensive plan for offender programming
21 that prioritizes programs which follow the risk-needs-responsivity
22 model, are evidence-based, and have measurable outcomes. The
23 department is authorized to discontinue ineffective programs and to
24 repurpose underspent funds according to the priorities in the written
25 plan.

26 (d) \$107,000 of the county criminal justice--state appropriation is
27 provided solely for implementation of Engrossed Senate Bill No. 5105
28 (rental vouchers for offenders). If the bill is not enacted by June
29 30, 2013, the amount provided in this subsection shall lapse.

30 (e) \$250,000 of the general fund--state appropriation for fiscal
31 year 2015 and \$750,000 of the general fund--federal appropriation are
32 provided solely for the second chance reentry grant demonstration
33 project.

34 (4) CORRECTIONAL INDUSTRIES

35 General Fund--State Appropriation (FY 2014)	(\$6,780,000)
	<u>\$6,830,000</u>
37 General Fund--State Appropriation (FY 2015)	\$7,182,000
38 TOTAL APPROPRIATION	(\$13,962,000)

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

(a) \$3,293,000 of the general fund--state appropriation for fiscal year 2014 and \$3,707,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the stewardship of McNeil island. The department shall assume responsibility of all island maintenance excluding site specific maintenance operations for the special commitment center and the Pierce county secure transitional facility. The department shall as part of its industries program provide job skills to offenders while providing the minimum maintenance and preservation necessary for the state to remain in compliance with the federal deed for McNeil island. The department shall report on efficiencies and potential cost reductions to the office of financial management and legislative fiscal committees by December 15, 2013.

(b)(i) The department of social and health services shall transfer the stewardship of McNeil Island to the department of corrections industries program, effective September 1, 2013. The transferred responsibilities shall include marine operations, waste water treatment, water treatment, road maintenance, and any other general island maintenance that is not site specific to the operations of the special commitment center or the Pierce county secure community transition facility. Facility maintenance within the perimeter of the special commitment center shall remain the responsibility of the department of social and health services. Capital repairs and maintenance necessary to maintain the special commitment center on McNeil Island shall be managed by the department of social and health services. The legislature directs both departments to enter into an interagency agreement by August 1, 2013. The office of financial management shall oversee the negotiations of the interagency agreement. The interagency agreement must describe equipment that will transfer between the departments, warehouse space that will be shared by the departments, and occupancy requirements for any shops outside the perimeter of the special commitment center. The office of financial management will make the final determination on any disagreements between the departments on the details of the interagency agreement.

(ii) All employees of the department of social and health services

1 engaged in performing the powers, functions, and duties transferred to
2 the department of corrections industries program under this subsection,
3 are transferred to the department of corrections.

4 (iii) All classified employees of department of social and health
5 services assigned to the department of corrections under this
6 subsection whose positions are within an existing bargaining unit
7 description at the department of corrections shall become a part of the
8 existing bargaining unit at the department of corrections and shall be
9 considered an appropriate inclusion or modification of the existing
10 bargaining unit under the provisions of chapter 41.80 RCW.

11 (5) INTERAGENCY PAYMENTS

12	General Fund--State Appropriation (FY 2014)	((\$35,345,000))
13		<u>\$41,726,000</u>
14	General Fund--State Appropriation (FY 2015)	((\$32,115,000))
15		<u>\$38,111,000</u>
16	TOTAL APPROPRIATION	((\$67,460,000))
17		<u>\$79,837,000</u>

18 The appropriations in this subsection are subject to the following
19 conditions and limitations: The state prison medical facilities may
20 use funds appropriated in this subsection to purchase goods and
21 supplies through hospital or other group purchasing organizations when
22 it is cost effective to do so.

23 **Sec. 221.** 2013 2nd sp.s. c 4 s 221 (uncodified) is amended to read
24 as follows:

25 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

26	General Fund--State Appropriation (FY 2014)	((\$2,242,000))
27		<u>\$2,227,000</u>
28	General Fund--State Appropriation (FY 2015)	((\$2,197,000))
29		<u>\$2,217,000</u>
30	General Fund--Federal Appropriation	((\$21,060,000))
31		<u>\$21,078,000</u>
32	General Fund--Private/Local Appropriation	\$60,000
33	TOTAL APPROPRIATION	((\$25,559,000))
34		<u>\$25,582,000</u>

35 **Sec. 222.** 2013 2nd sp.s. c 4 s 222 (uncodified) is amended to read
36 as follows:

1 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

2	General Fund--Federal Appropriation	((<u>\$269,977,000</u>))
3		<u>\$269,835,000</u>
4	General Fund--Private/Local Appropriation	((<u>\$34,206,000</u>))
5		<u>\$34,177,000</u>
6	Unemployment Compensation Administration Account--	
7	Federal Appropriation	((<u>\$320,006,000</u>))
8		<u>\$332,472,000</u>
9	Administrative Contingency Account--State	
10	Appropriation	((<u>\$22,728,000</u>))
11		<u>\$22,484,000</u>
12	Employment Service Administrative Account--State	
13	Appropriation	((<u>\$35,567,000</u>))
14		<u>\$36,548,000</u>
15	TOTAL APPROPRIATION	((<u>\$682,484,000</u>))
16		<u>\$695,516,000</u>

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

19 (1) \$5,000,000 of the unemployment compensation administration
20 account--federal appropriation is from amounts made available to the
21 state by section 903(g) of the social security act (Reed act). This
22 amount is provided solely for continuing current unemployment insurance
23 functions and department services to employers and job seekers.

24 (2) ((\$12,386,000)) \$23,585,000 of the unemployment compensation
25 administration account--federal appropriation is from amounts made
26 available to the state by section 903(g) of the social security act
27 (Reed act). This amount is provided solely for the replacement of the
28 unemployment insurance tax information system for the employment
29 security department. The amounts provided in this subsection are
30 conditioned on the department satisfying the requirements of the
31 project management oversight standards and policies established by the
32 office of the chief information officer.

33 (3) \$3,735,000 of the unemployment compensation account--federal
34 appropriation is from amounts made available to the state by section
35 903(g) of the social security act (Reed act). This amount is provided
36 solely for the replacement of call center technology to improve the
37 integration of the telephone and computing systems to increase
38 efficiency and improve customer service.

1 (4) \$182,000 of the employment services administrative account--
2 state appropriation is provided for costs associated with the second
3 stage of the review and evaluation of the training benefits program as
4 directed in section 15(2), chapter 4, Laws of 2011 (unemployment
5 insurance program). This second stage shall be developed and conducted
6 by the joint legislative audit and review committee and shall consist
7 of further work on the process study and net-impact/cost-benefit
8 analysis components of the evaluation.

9 (5) \$240,000 of the administrative contingency account--state
10 appropriation is provided solely for the employment security department
11 to contract with a center for workers in King county. The amount
12 appropriated in this subsection shall be used by the contracted center
13 for workers to support initiatives that generate high-skill, high-wage
14 jobs; improve workforce and training systems; improve service delivery
15 for dislocated workers; and build alliances with community and
16 environmental organizations.

17 (6) The department is prohibited from expending amounts
18 appropriated in this section for implementation of chapter 49.86 RCW.

19 (7) The employment security department shall collaborate with the
20 workforce training and education coordinating board, the state board
21 for community and technical colleges, the economic service
22 administration, and the local workforce development councils to
23 coordinate a comprehensive report on short-term and long-term workforce
24 programs outcomes and funding. The employment security department
25 shall compile a single report and submit it to the governor and
26 appropriate committees of the legislature by December 1, 2014.
27 Specifically:

28 (a) The state board for community and technical colleges, in
29 coordination with the economic services administration, shall report on
30 short-term and long-term training outcomes for WorkFirst funded
31 programs by activity (basic education, vocational education iBest, life
32 skills, and any other related activities that are provided for
33 WorkFirst students), including but not limited to:

34 (i) The number and percent of individuals that complete educational
35 activities;

36 (ii) The number and percent of individuals employed within one
37 quarter after program completion and their average wage;

1 (iii) The number and percent of individuals employed within three
2 quarters after program completion and their average wage;

3 (iv) The number of students enrolled in short-term certificate
4 programs by certificate type;

5 (v) The number and percent of students who earn short-term
6 certificates by certificate type;

7 (vi) The number of students who accumulate at least forty-five
8 credits and an industry recognized credential; and

9 (vii) The amount of WorkFirst funds spent.

10 The report shall also include recommendations for improving student
11 retention and completion rates and any other system improvement
12 recommendations.

13 (b) The employment security department shall work with the
14 workforce training and education coordinating board, the state board
15 for community and technical colleges, and the local workforce
16 development councils to map the flow of federal workforce investment
17 act funds from initial receipt by the employment security department to
18 final expenditure. The report shall include:

19 (i) The total amount spent on direct training provided by the
20 community and technical colleges from workforce investment act funds;

21 (ii) The total amount spent by the employment security department
22 on direct service provision;

23 (iii) The number of students who enroll in short-term certificate
24 programs;

25 (iv) The number and percent of students who earn short-term
26 certificates; and

27 (v) The number and percent of students who accumulate at least
28 forty-five credits and an industry recognized credential.

29 (8) \$3,809,000 of the unemployment compensation administration
30 account--federal appropriation is from amounts made available to the
31 state by section 903(g) of the social security act (Reed act). This
32 amount is provided solely for the replacement of the unemployment
33 insurance benefit system for the employment security department. The
34 amounts provided in this subsection are conditioned on the department
35 satisfying the requirements of the project management oversight

1 standards and policies established by the office of the chief
2 information officer.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2013 2nd sp.s. c 4 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 2014)	(\$445,000)
	<u>\$442,000</u>
General Fund--State Appropriation (FY 2015)	(\$446,000)
	<u>\$458,000</u>
General Fund--Federal Appropriation	\$31,000
General Fund--Private/Local Appropriation	(\$874,000)
	<u>\$883,000</u>
TOTAL APPROPRIATION	(\$1,796,000)
	<u>\$1,814,000</u>

Sec. 302. 2013 2nd sp.s. c 4 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2014)	(\$25,929,000)
	<u>\$25,983,000</u>
General Fund--State Appropriation (FY 2015)	(\$25,506,000)
	<u>\$25,524,000</u>
General Fund--Federal Appropriation	(\$105,230,000)
	<u>\$103,230,000</u>
General Fund--Private/Local Appropriation	\$16,912,000
Reclamation Account--State Appropriation	(\$3,735,000)
	<u>\$3,998,000</u>
Flood Control Assistance Account--State Appropriation	\$1,985,000
State Emergency Water Projects Revolving	
Account--State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control--State	
Appropriation	(\$9,722,000)
	<u>\$9,726,000</u>
State Drought Preparedness Account--State Appropriation	\$204,000
State and Local Improvements Revolving Account	

1 (Water Supply Facilities)--State Appropriation \$426,000
2 Environmental Legacy Stewardship Account--State
3 Appropriation ((~~\$43,748,000~~))
4 \$44,384,000
5 Aquatic Algae Control Account--State Appropriation \$513,000
6 Water Rights Tracking System Account--State
7 Appropriation \$46,000
8 Site Closure Account--State Appropriation \$556,000
9 Wood Stove Education and Enforcement Account--State
10 Appropriation \$612,000
11 Worker and Community Right-to-Know Account--State
12 Appropriation \$1,701,000
13 Water Rights Processing Account--State Appropriation \$135,000
14 State Toxics Control Account--State Appropriation ((~~\$124,238,000~~))
15 \$124,377,000
16 State Toxics Control Account--Private/Local
17 Appropriation \$979,000
18 Local Toxics Control Account--State Appropriation ((~~\$3,774,000~~))
19 \$3,779,000
20 Water Quality Permit Account--State Appropriation ((~~\$40,982,000~~))
21 \$41,845,000
22 Underground Storage Tank Account--State
23 Appropriation ((~~\$3,347,000~~))
24 \$3,351,000
25 Biosolids Permit Account--State Appropriation ((~~\$1,848,000~~))
26 \$2,147,000
27 Hazardous Waste Assistance Account--State
28 Appropriation ((~~\$6,037,000~~))
29 \$6,040,000
30 Air Pollution Control Account--State Appropriation ((~~\$3,128,000~~))
31 \$3,133,000
32 Oil Spill Prevention Account--State Appropriation ((~~\$5,684,000~~))
33 \$6,496,000
34 Air Operating Permit Account--State Appropriation ((~~\$3,132,000~~))
35 \$3,149,000
36 Freshwater Aquatic Weeds Account--State Appropriation \$1,409,000
37 Oil Spill Response Account--State Appropriation \$7,076,000
38 Water Pollution Control Revolving Account--State

1	Appropriation	\$356,000
2	Water Pollution Control Revolving Account--Federal	
3	Appropriation	\$1,505,000
4	Water Pollution Control Revolving Administration	
5	Account--State Appropriation	\$1,021,000
6	Radioactive Mixed Waste Account--State	
7	Appropriation	((\$13,800,000))
8		<u>\$14,336,000</u>
9	TOTAL APPROPRIATION	((\$455,316,000))
10		<u>\$456,974,000</u>

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

13 (1) \$170,000 of the oil spill prevention account--state
14 appropriation is provided solely for a contract with the University of
15 Washington's sea grant program to continue an educational program
16 targeted to small spills from commercial fishing vessels, ferries,
17 cruise ships, ports, and marinas.

18 (2) Pursuant to RCW 43.135.055, the department is authorized to
19 increase the following fees as necessary to meet the actual costs of
20 conducting business and the appropriation levels in this section:
21 Wastewater discharge permit, not more than 4.55 percent in fiscal year
22 2014 and 4.63 percent in fiscal year 2015; mixed waste management
23 service charge authorized in RCW 70.105.280, not more than 1.82 percent
24 in fiscal year 2014 and 0.62 percent in fiscal year 2015; and
25 reasonably available control technology fee.

26 (3) \$1,981,000 of the state toxics control account--state
27 appropriation is for the department to provide training regarding the
28 benefits of low-impact development including, but not limited to, when
29 the use of low-impact development is appropriate and feasible, and the
30 design, installation, maintenance, and best practices of low-impact
31 development. The department will consult with Washington State
32 University extension low-impact development technical center and others
33 in the development of the low-impact technical training. As
34 appropriate, the department may contract with the Washington State
35 University extension low-impact development technical center, private
36 sector vendors, associations, and others to deliver the technical
37 training. The training must be provided free of cost to phase I and
38 phase II permittees and the private development community including

1 builders, engineers, and other industry professionals. The training
2 must be sequenced geographically and provided in time for local
3 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By
4 August 1, 2013, the department of ecology shall provide the governor
5 and appropriate legislative committees a plan for how low-impact
6 development training funds will be spent during fiscal years 2014
7 through 2017.

8 (4) \$440,000 of the state toxics control account--state
9 appropriation is provided solely for administering the water pollution
10 control facilities financial assistance program authorized in chapter
11 90.50A RCW.

12 (5) \$350,000 of the state toxics control account--state
13 appropriation is provided solely for the Spokane river regional toxics
14 task force to support their efforts to address elevated levels of
15 polychlorinated biphenyls in the Spokane river. Funding will be used
16 to determine the extent of the cleanup required, implement cleanup
17 actions to meet applicable water quality standards, and prevent
18 recontamination.

19 (6) \$516,000 of the state toxics control account--state
20 appropriation is provided solely for the department to support an
21 ultrafine particulate study to determine how, if at all, the biomass
22 cogeneration facilities in Port Townsend and Port Angeles may impact
23 air quality and the health of citizens in the region.

24 (7) \$65,000 of the water quality permit account--state
25 appropriation is provided solely for the implementation of Engrossed
26 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
27 the bill is not enacted by June 30, 2013, the amount provided in this
28 subsection shall lapse.

29 ~~((+9))~~ (8) The department shall collaborate with the middle snake
30 river watershed, WRIA 35 planning unit in implementing its watershed
31 plan.

32 ~~((+10))~~ (9)(a) \$14,000,000 of the general fund--state
33 appropriation for fiscal year 2014 and \$14,000,000 of the general
34 fund--state appropriation for fiscal year 2015 are for activities
35 within the water resources program.

36 (b) Of the amounts provided in (a) of this subsection, \$500,000 of
37 the general fund--state appropriation for fiscal year 2015 is provided
38 solely for processing water right permit applications only if the

1 department of ecology issues at least five hundred water right
2 decisions in fiscal year 2014, and if the department of ecology does
3 not issue at least five hundred water right decisions in fiscal year
4 2014 the amount provided in this subsection shall lapse and remain
5 unexpended. Permit decisions for the Columbia river basin count toward
6 the five hundred water rights decisions under this subsection. The
7 department of ecology shall submit a report to the office of financial
8 management and the state treasurer by June 30, 2014, that documents
9 whether five hundred water right decisions were issued in fiscal year
10 2014. For the purposes of this subsection, applications that are
11 voluntarily withdrawn by an applicant do not count towards the five
12 hundred water right decision requirement. For the purposes of water
13 budget-neutral requests under chapter 173-539A WAC, multiple domestic
14 connections authorized within a single water budget-neutral decision
15 are considered one decision for the purposes of this subsection.

16 ~~((11))~~ (10) The department of ecology, in consultation with the
17 office of financial management, shall prepare a facilities plan to
18 reduce the agency's facilities obligation and the agency's cost per FTE
19 for its facilities by 2017 to align with comparable state agencies.
20 The plan must be submitted to the office of financial management and
21 the appropriate legislative fiscal committees by November 1, 2013. The
22 plan must include: (a) An inventory of all currently owned and leased
23 buildings, consistent with the data provided through the state's
24 facilities inventory process prescribed by the office of financial
25 management annually by September 1st; (b) a list of facilities
26 solutions that will reduce costs with an emphasis on consolidation,
27 collocation, and alternative space solutions such as shared workspace
28 and mobile work; and (c) a department-wide coordinated process and plan
29 for regularly evaluating facility needs.

30 (11) \$157,000 of the oil spill prevention account--state
31 appropriation is provided solely for implementation of Engrossed Second
32 Substitute House Bill No. 2347 (oil transportation safety). If the
33 bill is not enacted by June 30, 2014, the amount provided in this
34 subsection shall lapse.

35 **Sec. 303.** 2013 2nd sp.s. c 4 s 303 (uncodified) is amended to read
36 as follows:

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

2	General Fund--State Appropriation (FY 2014)	((\$4,254,000))
3		<u>\$4,308,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$4,254,000))
5		<u>\$4,430,000</u>
6	General Fund--Federal Appropriation	\$6,014,000
7	Winter Recreation Program Account--State	
8	Appropriation	((\$2,065,000))
9		<u>\$2,465,000</u>
10	ORV and Nonhighway Vehicle Account--State Appropriation . . .	\$215,000
11	Snowmobile Account--State Appropriation	\$4,859,000
12	Aquatic Lands Enhancement Account--State Appropriation	\$363,000
13	Parks Renewal and Stewardship Account--State	
14	Appropriation	((\$103,065,000))
15		<u>\$105,935,000</u>
16	Parks Renewal and Stewardship Account--Private/Local	
17	Appropriation	\$300,000
18	Waste Reduction/Recycling/Litter Control Account--State	
19	Appropriation	\$1,700,000
20	TOTAL APPROPRIATION	((\$127,089,000))
21		<u>\$130,589,000</u>

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

24 (1) \$79,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$79,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for a grant for the operation of
27 the Northwest weather and avalanche center.

28 (2) Prior to closing any state park, the commission must notify all
29 affected local governments and relevant nonprofit organizations of the
30 intended closure and provide an opportunity for the notified local
31 governments and nonprofit organizations to elect to acquire, or enter
32 into, a maintenance and operating contract with the commission that
33 would allow the park to remain open.

34 (3) The commission shall prepare a report on its efforts to
35 increase revenue from all sources, including the discover pass. The
36 report shall also include a status update on the fiscal health of the
37 state parks system, and shall be submitted to the office of financial

1 management and the appropriate committees of the legislature by October
2 28, 2013.

3 (4) \$54,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$51,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for implementation of Substitute
6 House Bill No. 2331 (public works payroll records). If the bill is not
7 enacted by June 30, 2014, the amounts provided in this subsection shall
8 lapse.

9 (5) \$25,000 of the general fund--state appropriation for fiscal
10 year 2015 is provided solely for implementation of Engrossed Second
11 Substitute House Bill No. 2192 (state agency permitting). If the bill
12 is not enacted by June 30, 2014, the amount provided in this subsection
13 shall lapse.

14 **Sec. 304.** 2013 2nd sp.s. c 4 s 304 (uncodified) is amended to read
15 as follows:

16 **FOR THE RECREATION AND CONSERVATION FUNDING BOARD**

17	General Fund--State Appropriation (FY 2014)	((\$823,000))
18		<u>\$896,000</u>
19	General Fund--State Appropriation (FY 2015)	((\$815,000))
20		<u>\$902,000</u>
21	General Fund--Federal Appropriation	\$3,425,000
22	General Fund--Private/Local Appropriation	((\$24,000))
23		<u>\$124,000</u>
24	Aquatic Lands Enhancement Account--State Appropriation	\$480,000
25	Firearms Range Account--State Appropriation	\$37,000
26	Recreation Resources Account--State Appropriation	((\$3,086,000))
27		<u>\$3,165,000</u>
28	NOVA Program Account--State Appropriation	\$964,000
29	TOTAL APPROPRIATION	((\$9,654,000))
30		<u>\$9,993,000</u>

31 **Sec. 305.** 2013 2nd sp.s. c 4 s 305 (uncodified) is amended to read
32 as follows:

33 **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

34	General Fund--State Appropriation (FY 2014)	((\$2,227,000))
35		<u>\$2,210,000</u>
36	General Fund--State Appropriation (FY 2015)	((\$2,147,000))

1 \$2,192,000
 2 TOTAL APPROPRIATION ((~~\$4,374,000~~))
 3 \$4,402,000

4 **Sec. 306.** 2013 2nd sp.s. c 4 s 306 (uncodified) is amended to read
 5 as follows:

6 **FOR THE CONSERVATION COMMISSION**

7 General Fund--State Appropriation (FY 2014) ((~~\$6,841,000~~))
 8 \$6,819,000
 9 General Fund--State Appropriation (FY 2015) ((~~\$6,738,000~~))
 10 \$6,760,000
 11 General Fund--Federal Appropriation \$2,301,000
 12 State Toxics Control Account--State Appropriation \$1,000,000
 13 TOTAL APPROPRIATION \$16,880,000

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

16 (1) Within the amounts appropriated in this section, the
 17 conservation commission, in consultation with conservation districts,
 18 must submit to the office of financial management and legislative
 19 fiscal committees by December 10, 2013, a report outlining
 20 opportunities to minimize districts' overhead costs, including
 21 consolidation of conservation districts within counties in which there
 22 is more than one district. The report must include details on the
 23 anticipated future savings that could be expected from implementing
 24 these efficiencies starting on July 1, 2014.

25 (2) \$300,000 of the general fund--state appropriation for fiscal
 26 year 2014 and \$246,000 of the general fund--state appropriation for
 27 fiscal year 2015 are provided solely to implement the voluntary
 28 stewardship program in Thurston and Chelan counties. These amounts may
 29 not be used to fund agency indirect and administrative expenses.

30 (3) \$1,000,000 of the general fund--federal appropriation is
 31 provided solely to implement the voluntary stewardship program
 32 statewide. The commission shall place the appropriation in this
 33 subsection in unallotted status, and may not allot any of these funds
 34 until the federal government has provided funding to the commission for
 35 the purpose of implementing the voluntary stewardship program.

36 (4) The conservation commission must evaluate the current system
 37 for the election of conservation district board supervisors and

1 recommend improvements to ensure the highest degree of public
 2 involvement in these elections. The commission must engage with
 3 stakeholder groups and conservation districts to gather a set of
 4 options for improvement to district elections, which must include an
 5 option aligning district elections with state and local general
 6 elections. The commission must submit a report detailing the options
 7 to the office of financial management and appropriate committees of the
 8 legislature by December 10, 2013.

9 (5) \$975,000 of the general fund--state appropriation for fiscal
 10 year 2014 and \$975,000 of the general fund--state appropriation for
 11 fiscal year 2015 are provided solely for state conservation commission
 12 category one funding distribution to conservation districts in the
 13 amount of \$25,000 in fiscal year 2014 and \$25,000 in fiscal year 2015
 14 for each county. If a county contains only one conservation district,
 15 the county may receive more funding at the discretion of the state
 16 conservation commission.

17 (6) The state conservation commission may provide additional
 18 funding to a conservation district if the conservation district
 19 conducts elections at such times as and consistent with the general
 20 election law, chapter 29A.04 RCW.

21 **Sec. 307.** 2013 2nd sp.s. c 4 s 307 (uncodified) is amended to read
 22 as follows:

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

24	General Fund--State Appropriation (FY 2014)	((\$30,321,000))
25		<u>\$30,732,000</u>
26	General Fund--State Appropriation (FY 2015)	((\$28,999,000))
27		<u>\$30,291,000</u>
28	General Fund--Federal Appropriation	((\$107,585,000))
29		<u>\$107,914,000</u>
30	General Fund--Private/Local Appropriation	((\$58,784,000))
31		<u>\$58,680,000</u>
32	ORV and Nonhighway Vehicle Account--State Appropriation . . .	\$397,000
33	Aquatic Lands Enhancement Account--State	
34	Appropriation	((\$15,919,000))
35		<u>\$15,941,000</u>
36	Recreational Fisheries Enhancement--State	
37	Appropriation	((\$2,590,000))

1		<u>\$2,617,000</u>
2	Environmental Legacy Stewardship Account--State	
3	Appropriation	\$1,224,000
4	Warm Water Game Fish Account--State Appropriation	((\$2,507,000))
5		<u>\$2,509,000</u>
6	Eastern Washington Pheasant Enhancement Account--State	
7	Appropriation	\$849,000
8	Aquatic Invasive Species Enforcement Account--State	
9	Appropriation	\$209,000
10	Aquatic Invasive Species Prevention Account--State	
11	Appropriation	\$737,000
12	State Wildlife Account--State Appropriation	((\$103,460,000))
13		<u>\$103,522,000</u>
14	Special Wildlife Account--State Appropriation	\$2,405,000
15	Special Wildlife Account--Federal Appropriation	\$500,000
16	Special Wildlife Account--Private/Local Appropriation	\$3,446,000
17	Wildlife Rehabilitation Account--State Appropriation	\$259,000
18	Hydraulic Project Approval Account--State	
19	Appropriation	((\$674,000))
20		<u>\$966,000</u>
21	Regional Fisheries Enhancement Salmonid Recovery	
22	Account--Federal Appropriation	\$5,001,000
23	Oil Spill Prevention Account--State Appropriation	((\$917,000))
24		<u>\$941,000</u>
25	Oyster Reserve Land Account--State Appropriation	\$773,000
26	TOTAL APPROPRIATION	((\$367,556,000))
27		<u>\$369,913,000</u>

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

30 (1) ((~~\$130,000~~)) \$675,000 of the general fund--state appropriation
31 for fiscal year 2014 and \$130,000 of the general fund--state
32 appropriation for fiscal year 2015 are provided solely to pay for
33 emergency fire suppression costs. These amounts may not be used to
34 fund agency indirect and administrative expenses.

35 (2) Prior to submitting its 2015-2017 biennial operating and
36 capital budget request related to state fish hatcheries to the office
37 of financial management, the department shall contract with the
38 hatchery scientific review group (HSRG) to review this request. This

1 review shall: (a) Determine if the proposed requests are consistent
2 with HSRG recommendations; (b) prioritize the components of the
3 requests based on their contributions to protecting wild salmonid
4 stocks and meeting the recommendations of the HSRG; and (c) evaluate
5 whether the proposed requests are being made in the most cost effective
6 manner. The department shall provide a copy of the HSRG review to the
7 office of financial management with their agency budget proposal.

8 (3) \$400,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$400,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for a state match to support the
11 Puget Sound nearshore partnership between the department and the U.S.
12 army corps of engineers.

13 (4) Within the amounts appropriated in this section, the department
14 shall identify additional opportunities for partnerships in order to
15 keep fish hatcheries operational. Such partnerships shall aim to
16 maintain fish production and salmon recovery with less reliance on
17 state operating funds.

18 (5) During the 2013-2015 fiscal biennium, the department must
19 retain ownership and continue to occupy the downtown Olympia office
20 building at 600 Capitol Way.

21 (6) \$1,000,000 of the state wildlife account--state appropriation
22 is provided solely to the department for resources that serve to
23 promote and engage nonlethal deterrence methods relating to wolf and
24 livestock interaction with a priority given to funding cooperative
25 agreements with livestock producers, and of this amount, \$250,000 in
26 fiscal year 2014 is provided solely for compensation for injury or loss
27 of livestock caused by wolves as prescribed in chapter 77.36 RCW.

28 (7) \$100,000 of the state wildlife account--state appropriation is
29 provided solely for the transfer of trout from the Clarks creek
30 hatchery to the Lakewood hatchery.

31 (8) \$100,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$100,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the production of steelhead,
34 coho, and Chinook salmon at the Clarks creek hatchery.

35 (9) \$200,000 of the state wildlife account--state appropriation,
36 \$50,000 of the general fund--state appropriation for fiscal year 2014,
37 and \$50,000 of the general fund--state appropriation for fiscal year
38 2015 are provided solely for the department to increase production of

1 juvenile fall Chinook on the Cowlitz river. The funds provided may be
2 used to match or leverage funds from private or public sources for the
3 same purpose.

4 (10) \$596,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$596,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for weed assessments and for
7 payments in lieu of real property taxes to counties that elect to
8 receive the payments for department owned game lands within the county.

9 (11) \$10,000 of the aquatic lands enhancement account--state
10 appropriation is provided solely for development of an aquatic invasive
11 species passport program to improve the efficiency and effectiveness of
12 watercraft inspections by expediting aquatic invasive species
13 watercraft inspections for watercraft at low risk of transmitting
14 invasive species and prioritizing the use of available resources for
15 the inspection of high risk vessels.

16 (12) Within the amounts appropriated in this section, the
17 department must deploy additional wildlife conflict specialists to
18 provide landowner assistance and address wildlife conflicts, with at
19 least one additional specialist primarily assigned to each of the
20 following areas: Administrative region six of the department; Okanogan
21 and Chelan counties in administrative region two of the department; and
22 Whatcom and Skagit counties in administrative region four of the
23 department.

24 (13) \$25,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$25,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for implementation of House Bill
27 No. 1112 (science and public policy). If the bill is not enacted by
28 June 30, 2013, the amounts provided in this subsection shall lapse.

29 (14) Within the amounts appropriated in this section the department
30 shall work with the regional fisheries enhancement groups to identify
31 a revenue source or sources capable of providing long-term funding to
32 support the community-based salmon restoration work of regional
33 fisheries enhancement groups. The department shall work with the
34 regional fisheries enhancement group coalition to submit a report to
35 the office of financial management and the appropriate legislative
36 committees by December 1, 2013, with the outcomes and recommendations.

37 (15) \$24,000 of the oil spill prevention account--state
38 appropriation is provided solely for implementation of Engrossed Second

1 Substitute House Bill No. 2347 (oil transportation safety). If the
2 bill is not enacted by June 30, 2014, the amount provided in this
3 subsection shall lapse.

4 **Sec. 308.** 2013 2nd sp.s. c 4 s 308 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

7	General Fund--State Appropriation (FY 2014)	((\$42,515,000))
8		<u>\$51,674,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$45,092,000))
10		<u>\$45,073,000</u>
11	General Fund--Federal Appropriation	\$26,963,000
12	General Fund--Private/Local Appropriation	\$2,372,000
13	Forest Development Account--State Appropriation	((\$49,054,000))
14		<u>\$50,687,000</u>
15	ORV and Nonhighway Vehicle Account--State Appropriation . .	\$4,494,000
16	Surveys and Maps Account--State Appropriation	((\$2,170,000))
17		<u>\$1,680,000</u>
18	Aquatic Lands Enhancement Account--State	
19	Appropriation	((\$3,634,000))
20		<u>\$3,628,000</u>
21	Snowmobile Account--State Appropriation	\$100,000
22	Environmental Legacy Stewardship Account--State	
23	Appropriation	\$3,948,000
24	Resources Management Cost Account--State	
25	Appropriation	((\$111,073,000))
26		<u>\$116,498,000</u>
27	Surface Mining Reclamation Account--State	
28	Appropriation	((\$3,972,000))
29		<u>\$3,969,000</u>
30	Disaster Response Account--State Appropriation	\$5,000,000
31	Forest and Fish Support Account--State Appropriation . . .	\$11,759,000
32	Aquatic Land Dredged Material Disposal Site	
33	Account--State Appropriation	((\$843,000))
34		<u>\$463,000</u>
35	Natural Resources Conservation Areas Stewardship	
36	Account--State Appropriation	\$34,000
37	Marine Resources Stewardship Trust Account--State	

1	Appropriation	\$3,700,000
2	State Toxics Control Account--State Appropriation	\$80,000
3	Forest Practices Application Account--State	
4	Appropriation	\$1,697,000
5	Air Pollution Control Account--State Appropriation	\$785,000
6	NOVA Program Account--State Appropriation	\$950,000
7	Derelict Vessel Removal Account--State Appropriation	\$1,770,000
8	Agricultural College Trust Management Account--State	
9	Appropriation	\$2,712,000
10	TOTAL APPROPRIATION	((\$324,717,000))
11		<u>\$340,036,000</u>

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

14 (1) \$1,389,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$1,323,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for deposit into the agricultural
17 college trust management account and are provided solely to manage
18 approximately 70,700 acres of Washington State University's
19 agricultural college trust lands.

20 (2) ~~((\$19,099,000))~~ \$28,271,000 of the general fund--state
21 appropriation for fiscal year 2014, \$19,099,000 of the general fund--
22 state appropriation for fiscal year 2015, and \$5,000,000 of the
23 disaster response account--state appropriation are provided solely for
24 emergency fire suppression. None of the general fund and disaster
25 response account amounts provided in this subsection may be used to
26 fund agency indirect and administrative expenses. Agency indirect and
27 administrative costs shall be allocated among the agency's remaining
28 accounts and appropriations. The department of natural resources shall
29 submit a quarterly report to the office of financial management and the
30 legislative fiscal committees detailing information on current and
31 planned expenditures from the disaster response account. This work
32 shall be done in coordination with the military department.

33 (3) \$5,000,000 of the forest and fish support account--state
34 appropriation is provided solely for outcome-based, performance
35 contracts with tribes to participate in the implementation of the
36 forest practices program. Contracts awarded may only contain indirect
37 costs set at or below the rate in the contracting tribe's indirect cost

1 agreement with the federal government. If federal funding for this
2 purpose is reinstated, the amount provided in this subsection shall
3 lapse.

4 (4) \$518,000 of the forest and fish support account--state
5 appropriation is provided solely for outcome-based performance
6 contracts with nongovernmental organizations to participate in the
7 implementation of the forest practices program. Contracts awarded may
8 only contain indirect cost set at or below a rate of eighteen percent.

9 (5) \$717,000 of the forest and fish support account--state
10 appropriation is provided solely to fund interagency agreements with
11 the department of ecology and the department of fish and wildlife as
12 part of the adaptive management process.

13 (6) \$440,000 of the state general fund--state appropriation for
14 fiscal year 2014 and \$440,000 of the state general fund--state
15 appropriation for fiscal year 2015 are provided solely for forest work
16 crews that support correctional camps and are contingent upon
17 continuing operations of Naselle youth camp.

18 (7) \$2,382,000 of the resource management cost account--state
19 appropriation is for addressing the growing backlog of expired aquatic
20 leases and new aquatic lease applications. The department shall
21 implement a Lean process to improve the lease review process and
22 further reduce the backlog, and submit a report on its progress in
23 addressing the backlog and implementation of the Lean process to the
24 governor and the appropriate committees of the legislature by October
25 1, 2013.

26 (8) \$1,948,000 of the environmental legacy stewardship account--
27 state appropriation is provided solely for the department to pay a
28 portion of the costs to complete remedial investigation work at
29 Whitmarsh landfill and Mill site A and perform final-year maintenance
30 of the Olympic view triangle site in Commencement Bay.

31 (9) \$265,000 of the resources management cost account--state
32 appropriation is provided solely for implementation of Second
33 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill
34 is not enacted by June 30, 2013, the amount provided in this subsection
35 shall lapse.

36 (10) \$425,000 of the derelict vessel removal account--state
37 appropriation is provided solely for implementation of Engrossed

1 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
2 the bill is not enacted by June 30, 2013, the amount provided in this
3 subsection shall lapse.

4 (11) \$3,700,000 of the marine resources stewardship trust account--
5 state appropriation is provided solely for implementation of priority
6 marine management planning efforts including mapping activities,
7 ecological assessment, data tools, stakeholder engagement, and all
8 other work identified in Engrossed Senate Bill No. 5603 (marine
9 advisory councils) during the 2013-2015 fiscal biennium.

10 **Sec. 309.** 2013 2nd sp.s. c 4 s 309 (uncodified) is amended to read
11 as follows:

12 **FOR THE DEPARTMENT OF AGRICULTURE**

13	General Fund--State Appropriation (FY 2014)	((\$15,300,000))
14		<u>\$15,274,000</u>
15	General Fund--State Appropriation (FY 2015)	((\$15,294,000))
16		<u>\$16,333,000</u>
17	General Fund--Federal Appropriation	((\$23,098,000))
18		<u>\$23,054,000</u>
19	General Fund--Private/Local Appropriation	\$192,000
20	Aquatic Lands Enhancement Account--State	
21	Appropriation	((\$2,837,000))
22		<u>\$2,839,000</u>
23	State Toxics Control Account--State Appropriation	((\$5,203,000))
24		<u>\$5,206,000</u>
25	Water Quality Permit Account--State Appropriation	((\$70,000))
26		<u>\$73,000</u>
27	TOTAL APPROPRIATION	((\$61,994,000))
28		<u>\$62,971,000</u>

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

31 (1) \$5,308,445 of the general fund--state appropriation for fiscal
32 year 2014 and ((~~\$5,302,905~~)) \$6,302,905 of the general fund--state
33 appropriation for fiscal year 2015 are provided solely for implementing
34 the food assistance program as defined in RCW 43.23.290.

35 (2) Pursuant to RCW 43.135.055 and 16.57.220, the department is
36 authorized to institute livestock inspection fees in the 2013-2015
37 fiscal biennium for calves less than thirty days old.

1 (3) Pursuant to RCW 43.135.055 and 16.36.150, the department is
2 authorized to establish a fee for the sole purpose of purchasing and
3 operating a database and any other technology or software needed to
4 administer animal disease traceability activities for cattle sold or
5 slaughtered in the state or transported out of the state.

6 (4) Within the amounts appropriated in this section, the department
7 of agriculture must convene and facilitate a work group with
8 appropriate stakeholders to review fees supporting programs within the
9 department that are also supported with state general fund. In
10 developing strategies to make the program work more self-supporting,
11 the workgroup will consider, at minimum, the length of time since the
12 last fee increase, similar fees that exist in neighboring states, and
13 fee increases that will ensure reasonable competitiveness in the
14 respective industries. The workgroup must submit a report containing
15 recommendations that will make each of the fee supported programs
16 within the department less reliant on state general fund to the office
17 of financial management and legislative fiscal committees by December
18 1, 2013.

19 (5) \$72,000 of the general fund--state appropriation for fiscal
20 year 2015 is provided solely for implementation of House Bill No. 2405
21 (hemp/commercial animal feed). If the bill is not enacted by June 30,
22 2014, the amount provided in this subsection shall lapse.

23 **Sec. 310.** 2013 2nd sp.s. c 4 s 310 (uncodified) is amended to read
24 as follows:

25 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**

26 Pollution Liability Insurance Program Trust
27 Account--State Appropriation ((~~\$987,000~~))
28 \$1,000,000

29 **Sec. 311.** 2013 2nd sp.s. c 4 s 311 (uncodified) is amended to read
30 as follows:

31 **FOR THE PUGET SOUND PARTNERSHIP**

32 General Fund--State Appropriation (FY 2014) ((~~\$2,416,000~~))
33 \$2,398,000
34 General Fund--State Appropriation (FY 2015) ((~~\$2,318,000~~))
35 \$2,403,000
36 General Fund--Federal Appropriation ((~~\$11,570,000~~))

1		<u>\$11,630,000</u>
2	Aquatic Lands Enhancement Account--State Appropriation . . .	\$1,920,000
3	State Toxics Control Account--State Appropriation	((\$676,000))
4		<u>\$682,000</u>
5	TOTAL APPROPRIATION	((\$18,900,000))
6		<u>\$19,033,000</u>

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

9 (1) \$788,000 of the aquatic lands enhancement account--state
10 appropriation is provided solely for coordinating a study of Puget
11 Sound juvenile steelhead marine survival conducted by the department of
12 fish and wildlife and based on a study plan developed in cooperation
13 with federal, tribal, and nongovernmental entities.

14 (2) By October 1, 2014, the Puget Sound partnership shall provide
15 the governor a single, prioritized list of state agency 2015-2017
16 capital and operating budget requests related to Puget Sound
17 restoration.

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2013 2nd sp.s. c 4 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2014)	((\$1,103,000))
	<u>\$1,087,000</u>
General Fund--State Appropriation (FY 2015)	((\$1,341,000))
	<u>\$1,326,000</u>
Architects' License Account--State Appropriation	\$902,000
Professional Engineers' Account--State	
Appropriation	((\$3,558,000))
	<u>\$3,545,000</u>
Real Estate Commission Account--State Appropriation	((\$9,929,000))
	<u>\$9,935,000</u>
Uniform Commercial Code Account--State	
Appropriation	((\$3,154,000))
	<u>\$3,145,000</u>
Real Estate Education Account--State Appropriation	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation	((\$1,703,000))
	<u>\$1,705,000</u>
Business and Professions Account--State	
Appropriation	((\$17,454,000))
	<u>\$17,596,000</u>
Funeral and Cemetery Account--State Appropriation	\$5,000
Landscape Architects' License Account--State Appropriation	\$4,000
Appraisal Management Company Account--State	
Appropriation	\$4,000
Real Estate Research Account--State Appropriation	\$415,000
Wildlife Account--State Appropriation	\$32,000
Geologists' Account--State Appropriation	\$52,000
Derelict Vessel Removal Account--State Appropriation	\$31,000
TOTAL APPROPRIATION	((\$39,963,000))
	<u>\$40,060,000</u>

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

3 (1) \$566,000 of the business and professions account--state
4 appropriation is provided solely for the implementation of Engrossed
5 Substitute House Bill No. 1552 (scrap metal theft reduction). If the
6 bill is not enacted by June 30, 2013, the amount provided in this
7 subsection shall lapse.

8 (2) \$166,000 of the business and professions account--state
9 appropriation in fiscal year 2014 only is provided solely for the
10 implementation of Substitute House Bill No. 1779 (esthetics). If the
11 bill is not enacted by June 30, 2013, the amount provided in this
12 subsection shall lapse.

13 (3) \$592,000 of the business and professions account--state
14 appropriation is provided solely for the implementation of Substitute
15 House Bill No. 1822 (debt collection practices). If the bill is not
16 enacted by June 30, 2013, the amount provided in this subsection shall
17 lapse.

18 (4) \$32,000 of the state wildlife account--state appropriation is
19 provided solely for the implementation of Engrossed Second Substitute
20 Senate Bill No. 5193 (wolf conflict management). If the bill is not
21 enacted by June 30, 2013, the amount provided in this subsection shall
22 lapse.

23 (5) \$112,000 of the business and professions account--state
24 appropriation is provided solely for the implementation of Engrossed
25 Substitute House Bill No. 2512 (cosmetology, hair design, etc.). If
26 the bill is not enacted by June 30, 2014, the amount provided in this
27 subsection shall lapse.

28 **Sec. 402.** 2013 2nd sp.s. c 4 s 402 (uncodified) is amended to read
29 as follows:

30 **FOR THE STATE PATROL**

31	General Fund--State Appropriation (FY 2014)	((\$34,653,000))
32		<u>\$35,679,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$32,485,000))
34		<u>\$34,407,000</u>
35	General Fund--Federal Appropriation	((\$16,189,000))
36		<u>\$15,882,000</u>
37	General Fund--Private/Local Appropriation	\$3,020,000

1	Death Investigations Account--State Appropriation . . .	((\$9,956,000))
2		<u>\$9,960,000</u>
3	Enhanced 911 Account--State Appropriation	\$3,480,000
4	County Criminal Justice Assistance Account--State	
5	Appropriation	\$3,332,000
6	Municipal Criminal Justice Assistance Account--State	
7	Appropriation	\$1,351,000
8	Fire Service Trust Account--State Appropriation	\$131,000
9	Disaster Response Account--State Appropriation	\$8,000,000
10	Fire Service Training Account--State Appropriation	\$9,797,000
11	Aquatic Invasive Species Enforcement Account--State	
12	Appropriation	\$54,000
13	State Toxics Control Account--State Appropriation	\$516,000
14	Fingerprint Identification Account--State	
15	Appropriation	((\$10,747,000))
16		<u>\$10,841,000</u>
17	Vehicle License Fraud Account--State Appropriation	((\$447,000))
18		<u>\$337,000</u>
19	TOTAL APPROPRIATION	((\$134,158,000))
20		<u>\$136,787,000</u>

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

23 (1) \$200,000 of the fire service training account--state
24 appropriation is provided solely for two FTEs in the office of the
25 state director of fire protection to exclusively review K-12
26 construction documents for fire and life safety in accordance with the
27 state building code. It is the intent of this appropriation to provide
28 these services only to those districts that are located in counties
29 without qualified review capabilities.

30 (2) \$8,000,000 of the disaster response account--state
31 appropriation is provided solely for Washington state fire service
32 resource mobilization costs incurred in response to an emergency or
33 disaster authorized under RCW 43.43.960 through 43.43.964. The state
34 patrol shall submit a report quarterly to the office of financial
35 management and the legislative fiscal committees detailing information
36 on current and planned expenditures from this account. This work shall
37 be done in coordination with the military department.

1 (3) \$700,000 of the fire service training account--state
2 appropriation is provided solely for the firefighter apprenticeship
3 training program.

4 (4) \$3,480,000 of the enhanced 911 account--state appropriation is
5 provided solely for upgrades to the Washington state identification
6 system and the Washington crime information center. Amounts provided
7 in this subsection may not be expended until the office of the chief
8 information officer approves a plan to move the Washington state
9 patrol's servers and data center equipment into the state data center
10 in the 1500 Jefferson building, and the office of the chief information
11 officer certifies that the Washington state patrol has begun the move.
12 The amounts provided in this subsection are conditioned on the
13 department satisfying the requirements of the project management
14 oversight standards and policies established by the office of the chief
15 information officer.

16 (5) \$154,000 of the fingerprint identification account--state
17 appropriation is provided solely for implementation of Substitute House
18 Bill No. 1612 (firearms offenders). If the bill is not enacted by June
19 30, 2013, the amount provided in this subsection shall lapse.

20 (6) \$94,000 of the fingerprint identification account--state
21 appropriation is provided solely for implementation of House Bill No.
22 2534 (fingerprint background checks). If the bill is not enacted by
23 June 30, 2014, the amount provided in this subsection shall lapse.

(End of part)

PART V
EDUCATION

Sec. 501. 2013 2nd sp.s. c 4 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2014)	((\$27,264,000))
	<u>\$27,325,000</u>
General Fund--State Appropriation (FY 2015)	((\$26,041,000))
	<u>\$27,394,000</u>
General Fund--Federal Appropriation	((\$63,826,000))
	<u>\$71,064,000</u>
General Fund--Private/Local Appropriation	\$4,005,000
Performance Audits of Government Account--State	
Appropriation	\$200,000
TOTAL APPROPRIATION	((\$121,336,000))
	<u>\$129,988,000</u>

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

(1) A maximum of ((~~\$16,881,000~~)) \$17,048,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$16,602,000~~)) \$17,595,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) ((~~\$8,846,000~~)) \$9,013,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$8,910,000~~)) \$8,838,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Districts shall report to the office of the superintendent of public instruction daily student unexcused absence data by school,

1 using a uniform definition of unexcused absence as established by the
2 superintendent.

3 (iii) By September of each year, the office of the superintendent
4 of public instruction shall produce an annual status report of the
5 budget provisos in sections 501 and 513 of this act. The status report
6 of each proviso shall include, but not be limited to, the following
7 information: Purpose and objective, number of staff, number of
8 contractors, status of proviso implementation, number of beneficiaries
9 by year, list of beneficiaries, and proviso outcomes and achievements.

10 (iv) The superintendent of public instruction shall update the
11 program prepared and distributed under RCW 28A.230.150 for the
12 observation of temperance and good citizenship day to include providing
13 an opportunity for eligible students to register to vote at school.

14 ~~((vi) Appropriations in this section are sufficient for the office
15 of the superintendent of public instruction to conduct ongoing
16 consolidated program reviews of alternative learning experience
17 programs and dropout reengagement programs established under chapter
18 20, Laws of 2010. The office of the superintendent of public
19 instruction shall include alternative learning education and dropout
20 reengagement programs in their ongoing consolidated program reviews, as
21 well as provide outreach and training to school districts regarding
22 implementation of the programs. Findings from the program reviews will
23 be used to support and prioritize office of the superintendent outreach
24 and education efforts that assist school districts in implementing the
25 programs in accordance with statute and legislative intent, as well as
26 to support financial and performance audit work conducted by the office
27 of the state auditor.))~~

28 (b) \$1,017,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$1,017,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for activities associated with the
31 implementation of new school finance systems required by chapter 236,
32 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009
33 (state's education system), including technical staff, systems
34 reprogramming, and workgroup deliberations, including the quality
35 education council and the data governance working group.

36 (c) \$1,012,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$1,012,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for the operation and expenses of

1 the state board of education, including basic education assistance
2 activities. Of these amounts, \$161,000 of the general fund--state
3 appropriation for fiscal year 2014 and \$161,000 of the general fund--
4 state appropriation for fiscal year 2015 are provided for
5 implementation of Initiative Measure No. 1240 (charter schools).

6 (d) \$1,325,000 of the general fund--state appropriation for fiscal
7 year 2014 and (~~(\$1,325,000)~~) \$1,642,000 of the general fund--state
8 appropriation for fiscal year 2015 are provided solely to the
9 professional educator standards board for the following:

10 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year
11 2015 are for the operation and expenses of the Washington professional
12 educator standards board;

13 (ii) \$250,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$250,000 of the general fund--state appropriation for
15 fiscal year 2015 are for mentor stipends provided through the
16 alternative routes to certification program administered by the
17 professional educator standards board, including the pipeline for
18 paraeducators program and the retooling to teach conditional loan
19 programs. Funding within this subsection (1)(d)(ii) is also provided
20 for the recruiting Washington teachers program; (~~and~~)

21 (iii) \$25,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$25,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the professional educator
24 standards board to develop educator interpreter standards and identify
25 interpreter assessments that are available to school districts.
26 Interpreter assessments should meet the following criteria: (A)
27 Include both written assessment and performance assessment; (B) be
28 offered by a national organization of professional sign language
29 interpreters and transliterators; and (C) be designed to assess
30 performance in more than one sign system or sign language. The board
31 shall establish a performance standard, defining what constitutes a
32 minimum assessment result, for each educational interpreter assessment
33 identified. The board shall publicize the standards and assessments
34 for school district use;

35 (iv) \$24,000 of the general fund--state appropriation for fiscal
36 year 2015 is provided solely for the professional educator standards
37 board to: (A) Disseminate information about principles of language
38 acquisition as a critical knowledge and skill for educators in support

1 of instruction for English language learners; and (B) in conjunction
2 with the office of the superintendent of public instruction, revise the
3 model framework and curriculum for high school career and technical
4 education courses related to careers in education to incorporate
5 standards of cultural competence, new research on educator preparation,
6 and curriculum and activities from the recruiting Washington teacher
7 program; and

8 (v) \$293,000 of the general fund--state appropriation for fiscal
9 year 2015 is provided solely for implementation of Substitute House
10 Bill No. 2365 (paraeducator development). If the bill is not enacted
11 by June 30, 2014, the amount provided in this subsection shall lapse.

12 (e) \$133,000 of the general fund--state appropriation for fiscal
13 year 2014 and (~~(\$133,000)~~) \$266,000 of the general fund--state
14 appropriation for fiscal year 2015 are provided solely for the
15 implementation of chapter 240, Laws of 2010, including staffing the
16 office of equity and civil rights.

17 (f) \$50,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$50,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for the ongoing work of the
20 education opportunity gap oversight and accountability committee.

21 (g) \$45,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$45,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the implementation of chapter
24 380, Laws of 2009 (enacting the interstate compact on educational
25 opportunity for military children).

26 (h) \$131,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$131,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the implementation of
29 Initiative Measure No. 1240 (charter schools).

30 (i) \$1,826,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$1,802,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for implementing a comprehensive
33 data system to include financial, student, and educator data, including
34 development and maintenance of the comprehensive education data and
35 research system (CEDARS).

36 (j) \$25,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$25,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for project citizen, a program

1 sponsored by the national conference of state legislatures and the
2 center for civic education to promote participation in government by
3 middle school students.

4 (k) \$1,500,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$1,500,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for collaborative schools for
7 innovation and success authorized under chapter 53, Laws of 2012. The
8 office of the superintendent of public instruction shall award \$500,000
9 per year in funding for each collaborative school for innovation and
10 success selected for participation in the pilot program during 2012.

11 (l) \$123,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$123,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for implementation of chapter 163,
14 Laws of 2012 (foster care outcomes). The office of the superintendent
15 of public instruction shall annually report each December on the
16 implementation of the state's plan of cross-system collaboration to
17 promote educational stability and improve education outcomes of foster
18 youth.

19 (m) \$250,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$250,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for implementation of chapter 178,
22 Laws of 2012 (open K-12 education resources).

23 (n) \$93,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$93,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for chapter 185, Laws of 2011
26 (bullying prevention, which requires the office of the superintendent
27 of public instruction to convene an ongoing workgroup on school
28 bullying and harassment prevention. Within the amounts provided,
29 \$140,000 is for youth suicide prevention activities.

30 (o) \$138,000 of the general fund--state appropriation for fiscal
31 year 2014 is provided solely for implementation of House Bill No. 1336
32 (troubled youth in school). If the bill is not enacted by June 30,
33 2013, the amounts provided in this subsection shall lapse.

34 (p) \$68,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$14,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for implementation of House Bill
37 No. 1134 (state-tribal education compacts). If the bill is not enacted
38 by June 30, 2013, the amounts provided in this subsection shall lapse.

1 (q) \$62,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$62,000 of the general fund--state appropriation for
3 fiscal year 2015 are for competitive grants to school districts to
4 increase the capacity of high schools to offer AP computer science
5 courses. In making grant allocations, the office of the superintendent
6 of public instruction must give priority to schools and districts in
7 rural areas, with substantial enrollment of low-income students, and
8 that do not offer AP computer science. School districts may apply to
9 receive either or both of the following grants:

10 (i) A grant to establish partnerships to support computer science
11 professionals from private industry serving on a voluntary basis as
12 coinstructors along with a certificated teacher, including via
13 synchronous video, for AP computer science courses; or

14 (ii) A grant to purchase or upgrade technology and curriculum
15 needed for AP computer science, as well as provide opportunities for
16 professional development for classroom teachers to have the requisite
17 knowledge and skills to teach AP computer science.

18 (r) \$27,000 of the general fund--state appropriation for fiscal
19 year 2014 is provided solely for implementation of House Bill No. 1556
20 (cardiac arrest education).

21 (s) \$50,000 of the general fund--state appropriation for fiscal
22 year 2014 is provided solely for the development of recommendations for
23 funding integrated school nursing and outreach services. The office of
24 the superintendent of public instruction shall collaborate with the
25 health care authority to develop recommendations for increasing federal
26 financial participation for providing nursing services in schools with
27 the goals of integrating nursing and outreach services and supporting
28 one nurse for every four-hundred fifty students in elementary schools
29 and one nurse for every seven-hundred fifty students in secondary
30 schools. The recommendations shall include proposals for funding
31 training and reimbursement for nurses that provide outreach services to
32 help eligible students enroll in apple health for kids and other social
33 services programs. The authority and the office of the superintendent
34 of public instruction shall provide these recommendations to the
35 governor and the legislature by December 1, 2013.

36 (t) \$50,000 of the general fund--state appropriation for fiscal
37 year 2014 is provided solely for the office of the superintendent of
38 public instruction to contract with an organization to develop a model

1 plan for evaluating the outcomes of state funded pilot education
2 programs, including guidelines for standard data that must be gathered
3 throughout any education pilot program, as well as guidance for data
4 and evaluation methods depending on the design of the program and the
5 target population. The contract must also include a provision to
6 provide guidance for the evaluation of existing pilot programs.

7 (u) \$10,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$10,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for the superintendent of public
10 instruction to convene a committee for the selection and recognition of
11 Washington innovative schools. The committee shall select and
12 recognize Washington innovative schools based on the selection criteria
13 established by the office of the superintendent of public instruction,
14 in accordance with chapter 202, Laws of 2011 (innovation schools--
15 recognition) and chapter 260, Laws of 2011 (innovation schools and
16 zones).

17 (v) \$100,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$100,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for the Mobius science center to
20 expand mobile outreach of science, technology, engineering, and
21 mathematics (STEM) education to students in rural, tribal, and
22 low-income communities.

23 (w) \$28,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for the office of the superintendent of
25 public instruction to create a clearinghouse of research-based best
26 practices for school districts to provide academic and nonacademic
27 support for students while they are subject to disciplinary action and
28 after their reengagement in school.

29 (x) \$49,000 of the general fund--state appropriation for fiscal
30 year 2015 is provided solely for the office of the superintendent of
31 public instruction, in collaboration with the educational opportunity
32 gap oversight and accountability committee, the professional educator
33 standards board, colleges of education, and representatives from
34 diverse communities and community-based organizations, to develop a
35 content outline for professional development and training in cultural
36 competence for school staff, which educational service districts and
37 school districts are encouraged to use.

1 (y) \$117,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for the office of the superintendent of
3 public instruction to convene a task force to design a performance-
4 based assistance and accountability system for the transitional
5 bilingual instruction program. The office must submit a report with
6 recommendations from the task force to the education and fiscal
7 committees of the legislature by January 15, 2016.

8 (z) \$134,000 of the general fund--state appropriation for fiscal
9 year 2015 is provided solely for the office of the superintendent of
10 public instruction to perform on-going program reviews of alternative
11 learning experience programs and dropout reengagement programs.
12 Appropriations in this subsection are sufficient for the office of the
13 superintendent of public instruction to conduct ongoing consolidated
14 program reviews of alternative learning experience programs and dropout
15 reengagement programs established under chapter 20, Laws of 2010. The
16 office of the superintendent of public instruction shall include
17 alternative learning education and dropout reengagement programs in its
18 ongoing consolidated program reviews, as well as provide outreach and
19 training to school districts regarding implementation of the programs.
20 Findings from the program reviews will be used to support and
21 prioritize the office of the superintendent of public instruction
22 outreach and education efforts that assist school districts in
23 implementing the programs in accordance with statute and legislative
24 intent, as well as to support financial and performance audit work
25 conducted by the office of the state auditor.

26 (aa) \$287,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for implementation of Second Substitute
28 House Bill No. 2540 (career and tech course equivalencies). If the
29 bill is not enacted by June 30, 2014, the amounts provided in this
30 subsection shall lapse.

31 (bb) Appropriations in this section are sufficient for the office
32 of the superintendent of public instruction to implement Second
33 Substitute House Bill No. 2166 (students/military families).

34 (cc) Appropriations in this section are sufficient for the office
35 of the superintendent of public instruction to implement Substitute
36 House Bill No. 2536 (breakfast after the bell).

37 (dd) Appropriations in this section are sufficient for the office

1 of the superintendent of public instruction to implement Engrossed
2 Second Substitute House Bill No. 2383 (career and college readiness).

3 (2) \$200,000 of the performance audits of government account--state
4 appropriation is provided solely for a one-time workload increase to
5 address additional audit resolutions and appeals in the alternative
6 learning experience programs.

7 (3) \$10,277,000 of the general fund--state appropriation for fiscal
8 year 2014 and (~~(\$9,565,000)~~) \$9,799,000 of the general fund--state
9 appropriation for fiscal year 2015 are for statewide programs.

10 (a) HEALTH AND SAFETY

11 (i) \$2,541,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$2,541,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for a corps of nurses located at
14 educational service districts, as determined by the superintendent of
15 public instruction, to be dispatched to the most needy schools to
16 provide direct care to students, health education, and training for
17 school staff.

18 (ii) \$135,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$135,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for a nonviolence and leadership
21 training program provided by the institute for community leadership.

22 (b) TECHNOLOGY

23 \$1,221,000 of the general fund--state appropriation for fiscal year
24 2014 and \$1,221,000 of the general fund--state appropriation for fiscal
25 year 2015 are provided solely for K-20 telecommunications network
26 technical support in the K-12 sector to prevent system failures and
27 avoid interruptions in school utilization of the data processing and
28 video-conferencing capabilities of the network. These funds may be
29 used to purchase engineering and advanced technical support for the
30 network.

31 (c) GRANTS AND ALLOCATIONS

32 (i) \$1,875,000 of the general fund--state appropriation for fiscal
33 year 2014 and (~~(\$1,875,000)~~) \$2,109,000 of the general fund--state
34 appropriation for fiscal year 2015 are provided solely for the
35 Washington state achievers scholarship program. The funds shall be
36 used to support community involvement officers that recruit, train, and
37 match community volunteer mentors with students selected as achievers
38 scholars.

1 (ii) \$1,000,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$1,000,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for contracting with a college
4 scholarship organization with expertise in conducting outreach to
5 students concerning eligibility for the Washington college bound
6 scholarship consistent with chapter 405, Laws of 2007.

7 (iii) \$1,000,000 of the general fund--state appropriation for
8 fiscal year 2014 and \$1,000,000 of the general fund--state
9 appropriation for fiscal year 2015 are provided solely for dropout
10 prevention, intervention, and reengagement programs, including the jobs
11 for America's graduates (JAG) program and the building bridges
12 statewide program. Students in the foster care system shall be given
13 priority by districts offering the jobs for America's graduates
14 program.

15 (iv) \$2,112,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$1,400,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the implementation of chapter
18 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the
19 development and implementation of the Washington kindergarten inventory
20 of developing skills (WaKIDS).

21 (v) \$100,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely to subsidize advanced placement
24 exam fees and international baccalaureate class fees and exam fees for
25 low-income students. To be eligible for the subsidy, a student must be
26 either enrolled or eligible to participate in the federal free or
27 reduced price lunch program, and the student must have maximized the
28 allowable federal contribution. The office of the superintendent of
29 public instruction shall set the subsidy in an amount so that the
30 advanced placement exam fee does not exceed \$15.00 and the combined
31 class and exam fee for the international baccalaureate does not exceed
32 \$14.50.

33 (vi) \$293,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$293,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the office of the
36 superintendent of public instruction to support (~~the dissemination of~~
37 ~~the navigation 101 curriculum to all districts~~) district

1 implementation of comprehensive guidance and planning programs
2 consistent with RCW 28A.600.045.

3 **Sec. 502.** 2013 2nd sp.s. c 4 s 502 (uncodified) is amended to read
4 as follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**
6 **APPORTIONMENT**

7 General Fund--State Appropriation (FY 2014) ((~~\$5,395,289,000~~))
8 \$5,386,820,000

9 General Fund--State Appropriation (FY 2015) ((~~\$5,581,336,000~~))
10 \$5,571,788,000

11 Education Legacy Trust Account--State
12 Appropriation ((~~\$328,563,000~~))
13 \$410,655,000

14 TOTAL APPROPRIATION ((~~\$11,305,188,000~~))
15 \$11,369,263,000

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

18 (1)(a) Each general fund fiscal year appropriation includes such
19 funds as are necessary to complete the school year ending in the fiscal
20 year and for prior fiscal year adjustments.

21 (b) For the 2013-14 and 2014-15 school years, the superintendent
22 shall allocate general apportionment funding to school districts as
23 provided in the funding formulas and salary schedules in sections 502
24 and 503 of this act, excluding (c) of this subsection.

25 (c) From July 1, 2013, to August 31, 2013, the superintendent shall
26 allocate general apportionment funding to school districts programs as
27 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.
28 sess., as amended.

29 (d) The enrollment of any district shall be the annual average
30 number of full-time equivalent students and part-time students as
31 provided in RCW 28A.150.350, enrolled on the fourth day of school in
32 September and on the first school day of each month October through
33 June, including students who are in attendance pursuant to RCW
34 28A.335.160 and 28A.225.250 who do not reside within the servicing
35 school district. Any school district concluding its basic education
36 program in May must report the enrollment of the last school day held
37 in May in lieu of a June enrollment.

1 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

2 Allocations for certificated instructional staff salaries for the
3 2013-14 and 2014-15 school years are determined using formula-generated
4 staff units calculated pursuant to this subsection.

5 (a) Certificated instructional staff units, as defined in RCW
6 28A.150.410, shall be allocated to reflect the minimum class size
7 allocations, requirements, and school prototypes assumptions as
8 provided in RCW 28A.150.260, except that the allocation for guidance
9 counselors in a middle school shall be 1.216 and the allocation for
10 guidance counselors in a high school shall be 2.009, which enhancements
11 are within the program of basic education. The superintendent shall
12 make allocations to school districts based on the district's annual
13 average full-time equivalent student enrollment in each grade.

14 (b) Additional certificated instructional staff units provided in
15 this subsection (2) that exceed the minimum requirements in RCW
16 28A.150.260 are enhancements outside the program of basic education,
17 except as otherwise provided in this section.

18 (c)(i) The superintendent shall base allocations for each level of
19 prototypical school on the following regular education average class
20 size of full-time equivalent students per teacher, except as provided
21 in (c)(ii) of this subsection:

22 General education class size:

23 Grade	RCW 28A.150.260	2013-14 24 School Year	2014-15 25 School Year
26 Grades K-3	25.23	25.23
27 Grade 4	27.00	27.00
28 Grades 5-6	27.00	27.00
29 Grades 7-8	28.53	28.53
Grades 9-12	28.74	28.74

30 The superintendent shall base allocations for career and technical
31 education (CTE) and skill center programs average class size as
32 provided in RCW 28A.150.260.

33 (ii) For each level of prototypical school at which more than fifty
34 percent of the students were eligible for free and reduced-price meals

1 in the prior school year, the superintendent shall allocate funding
2 based on the following average class size of full-time equivalent
3 students per teacher:

4 (A) General education class size in high poverty schools:

5	Grade	RCW 28A.150.260
6	Grade 2	24.10
7	Grade 3	24.10
8	Grade 4	27.00
9	Grades 5-6	27.00
10	Grades 7-8	28.53
11	Grades 9-12	28.74

12 (B) For grades K-1, class size of 20.85 is provided for high
13 poverty schools for the 2013-14 school year;

14 (C) For grades K through 1, the superintendent shall, at a minimum,
15 allocate funding to high-poverty schools for the 2014-15 school year
16 based on an average class size of 24.10 full-time equivalent students
17 per teacher. The superintendent shall provide enhanced funding for
18 class size reduction in grades K through 1 to the extent of, and
19 proportionate to, the school's demonstrated actual average class size
20 up to a class size of 20.30 full-time equivalent students per teacher.
21 The office of the superintendent of public instruction shall develop
22 rules to implement the enhanced funding authorized under (ii)(C) of
23 this subsection and shall distribute draft rules for review no later
24 than December 1, 2013. The office of the superintendent of public
25 instruction shall report the draft rules and proposed methodology to
26 the governor and the appropriate policy and fiscal committees of the
27 legislature by December 1, 2013.

28 (D) The enhancement in this subsection (2)(c)(ii) is within the
29 program of basic education.

30 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher
31 planning period, expressed as a percentage of a teacher work day, is:

32 (A) 13.42 percent in grades K-6 (, and 16.67 percent in grades 7-
33 12; and)) for the 2013-14 and 2014-15 school years; and

34 (B) 16.67 percent in grades 7-12 for the 2013-14 school year, and
35 22.14 percent in grades 7-12 for the 2014-15 school year. The

1 enhancement in this subsection (2)(c)(iii)(B) is within the program of
2 basic education and is sufficient to fund increased instructional hours
3 under 28A.150.220(2)(a). School districts shall implement the
4 increased instructional hours for the program of basic education
5 required under the provisions of RCW 28A.150.220(2)(a) beginning with
6 the 2014-15 school year.

7 (iv) Laboratory science, advanced placement, and international
8 baccalaureate courses are funded at the same class size assumptions as
9 general education schools in the same grade; and

10 (d)(i) Funding for teacher librarians, school nurses, social
11 workers, school psychologists, and guidance counselors is allocated
12 based on the school prototypes as provided in RCW 28A.150.260 and (a)
13 of this subsection and is considered certificated instructional staff,
14 except as provided in (d)(ii) of this subsection.

15 (ii) Students in approved career and technical education and skill
16 center programs generate certificated instructional staff units to
17 provide for the services of teacher librarians, school nurses, social
18 workers, school psychologists, and guidance counselors at the following
19 combined rate per 1000 students:

20 Career and Technical Education

21 students	2.02 per 1000 student FTE's
22 Skill Center students	2.36 per 1000 student FTE's

23 (3) ADMINISTRATIVE STAFF ALLOCATIONS

24 (a) Allocations for school building-level certificated
25 administrative staff salaries for the 2013-14 and 2014-15 school years
26 for general education students are determined using the formula
27 generated staff units calculated pursuant to this subsection. The
28 superintendent shall make allocations to school districts based on the
29 district's annual average full-time equivalent enrollment in each
30 grade. The following prototypical school values shall determine the
31 allocation for principals, assistance principals, and other
32 certificated building level administrators:

33 Prototypical School Building:

34 Elementary School	1.253
35 Middle School	1.353

1 High School 1.880

2 (b) Students in approved career and technical education and skill
3 center programs generate certificated school building-level
4 administrator staff units at per student rates that are a multiple of
5 the general education rate in (a) of this subsection by the following
6 factors: Career and Technical Education students1.025
7 Skill Center students1.198

8 (4) CLASSIFIED STAFF ALLOCATIONS

9 Allocations for classified staff units providing school building-
10 level and district-wide support services for the 2013-14 and 2014-15
11 school years are determined using the formula-generated staff units
12 provided in RCW 28A.150.260, and adjusted based on each district's
13 annual average full-time equivalent student enrollment in each grade,
14 except that the allocation for parent involvement coordinators in an
15 elementary school shall be 0.0825, which enhancement is within the
16 program of basic education.

17 (5) CENTRAL OFFICE ALLOCATIONS

18 In addition to classified and administrative staff units allocated
19 in subsections (3) and (4) of this section, classified and
20 administrative staff units are provided for the 2013-14 and 2014-15
21 school year for the central office administrative costs of operating a
22 school district, at the following rates:

23 (a) The total central office staff units provided in this
24 subsection (5) are calculated by first multiplying the total number of
25 eligible certificated instructional, certificated administrative, and
26 classified staff units providing school-based or district-wide support
27 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

28 (b) Of the central office staff units calculated in (a) of this
29 subsection, 74.53 percent are allocated as classified staff units, as
30 generated in subsection (4) of this section, and 25.47 percent shall be
31 allocated as administrative staff units, as generated in subsection (3)
32 of this section.

33 (c) Staff units generated as enhancements outside the program of
34 basic education to the minimum requirements of RCW 28A.150.260, and
35 staff units generated by skill center and career-technical students,

1 are excluded from the total central office staff units calculation in
2 (a) of this subsection.

3 (d) For students in approved career-technical and skill center
4 programs, central office classified units are allocated at the same
5 staff unit per student rate as those generated for general education
6 students of the same grade in this subsection (5), and central office
7 administrative staff units are allocated at staff unit per student
8 rates that exceed the general education rate established for students
9 in the same grade in this subsection (5) by 1.71 percent in the 2013-14
10 school year and (~~(2.00)~~) 1.99 percent in the 2014-15 school year for
11 career and technical education students, and (~~(21.60)~~) 21.57 percent in
12 the 2013-14 school year and (~~(15.98)~~) 16.00 percent in the 2014-15
13 school year for skill center students.

14 (6) FRINGE BENEFIT ALLOCATIONS

15 Fringe benefit allocations shall be calculated at a rate of 18.68
16 percent in the 2013-14 school year and 18.68 percent in the 2014-15
17 school year for certificated salary allocations provided under
18 subsections (2), (3), and (5) of this section, and a rate of 20.95
19 percent in the 2013-14 school year and 20.95 percent in the 2014-15
20 school year for classified salary allocations provided under
21 subsections (4) and (5) of this section.

22 (7) INSURANCE BENEFIT ALLOCATIONS

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

26 (a) The number of certificated staff units determined in
27 subsections (2), (3), and (5) of this section; and

28 (b) The number of classified staff units determined in subsections
29 (4) and (5) of this section multiplied by 1.152. This factor is
30 intended to adjust allocations so that, for the purposes of
31 distributing insurance benefits, full-time equivalent classified
32 employees may be calculated on the basis of 1440 hours of work per
33 year, with no individual employee counted as more than one full-time
34 equivalent.

35 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

36 Funding is allocated per annual average full-time equivalent

1 student for the materials, supplies, and operating costs (MSOC)
 2 incurred by school districts, consistent with the requirements of RCW
 3 28A.150.260.

4 (a) MSOC funding for general education students are allocated at
 5 the following per student rates:

6 MSOC RATES/STUDENT FTE

7 MSOC Component	8 2013-14	9 2014-15
10	11 SCHOOL YEAR	12 SCHOOL YEAR
13 Technology	\$77.46	(\$82.16) <u>\$89.13</u>
14 Utilities and Insurance	\$210.46	(\$223.23) <u>\$242.18</u>
15 Curriculum and Textbooks	\$83.17	(\$88.21) <u>\$95.69</u>
16 Other Supplies and Library Materials	\$176.56	(\$187.27) <u>\$203.16</u>
17 Instructional Professional Development for Certificated and Classified Staff	\$12.86	(\$13.64) <u>\$14.80</u>
18 Facilities Maintenance	\$104.27	(\$110.59) <u>\$119.97</u>
19 Security and Central Office	\$72.24	(\$76.62) <u>\$83.12</u>
20 TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$737.02	(\$781.72) <u>\$848.04</u>

21 (b) Students in approved skill center programs generate per student
 22 FTE MSOC allocations of \$1,244.25 for the 2013-14 school year and
 23 (~~(\$1,262.92)~~) \$1,260.41 for the 2014-15 school year.

24 (c) Students in approved exploratory and preparatory career and
 25 technical education programs generate a per student MSOC allocation of
 26 \$1,399.30 for the 2013-14 school year and (~~(\$1,420.29)~~) \$1,417.48 for
 27 the 2014-15 school year.

28 (d) Students in laboratory science courses generate per student FTE
 29 MSOC allocations which equal the per student FTE rate for general
 30 education students established in (a) of this subsection.

31 (9) SUBSTITUTE TEACHER ALLOCATIONS

32 For the 2013-14 and 2014-15 school years, funding for substitute
 33 costs for classroom teachers is based on four (4) funded substitute
 34 days per classroom teacher unit generated under subsection (2) of this
 section, at a daily substitute rate of \$151.86.

1 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

2 (a) Amounts provided in this section from July 1, 2013, to August
3 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of
4 2011 1st sp. sess. (allocation of funding for funding for students
5 enrolled in alternative learning experiences).

6 (b) Amounts provided in this section beginning September 1, 2013,
7 are adjusted to reflect modifications to alternative learning
8 experience courses in Engrossed Substitute Senate Bill No. 5946
9 (student educational outcomes).

10 (c) The superintendent of public instruction shall require all
11 districts receiving general apportionment funding for alternative
12 learning experience (ALE) programs as defined in WAC 392-121-182 to
13 provide separate financial accounting of expenditures for the ALE
14 programs offered in district or with a provider, including but not
15 limited to private companies and multidistrict cooperatives, as well as
16 accurate, monthly headcount and FTE enrollment claimed for basic
17 education, including separate counts of resident and nonresident
18 students.

19 (11) DROPOUT REENGAGEMENT PROGRAM

20 The superintendent shall adopt rules to require students claimed
21 for general apportionment funding based on enrollment in dropout
22 reengagement programs authorized under RCW 28A.175.100 through
23 28A.175.115 to meet requirements for at least weekly minimum
24 instructional contact, starting with the 2014-15 school year.
25 Districts must also provide separate financial accounting of
26 expenditures for the programs offered by the district or under contract
27 with a provider, as well as accurate monthly headcount and full-time
28 equivalent enrollment claimed for basic education, including separate
29 enrollment counts of resident and nonresident students.

30 (12) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

31 Funding in this section is sufficient to fund voluntary full day
32 kindergarten programs in qualifying high poverty schools, pursuant to
33 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
34 for the voluntary full-day program in a qualifying school shall count
35 as one-half of one full-time equivalent student for purpose of making
36 allocations under this section. Funding in this section provides full-

1 day kindergarten programs for 43.75 percent of kindergarten enrollment
2 in the 2013-14 school year and 43.75 percent in the 2014-15 school
3 year, which enhancement is within the program of basic education.

4 ~~((12) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN THROUGH
5 TWELVE~~

6 ~~(a) School districts shall implement the increased instructional
7 hours for the instructional program of basic education required under
8 the provisions of RCW 28A.150.220(2)(a) beginning with the 2014-15
9 school year, which enhancement is within the program of basic
10 education.~~

11 ~~(b) Amounts provided in this section are sufficient to fund
12 increased instructional hours in grades seven through twelve. For the
13 2014-15 school year, the superintendent shall allocate funding to
14 school districts for increased instructional hours. In calculating the
15 allocations, the superintendent shall assume the following averages:
16 (a) Additional instruction of 2.2222 hours per week per full-time
17 equivalent student in grades seven through twelve in school year 2014-
18 15; (b) the general education average class sizes specified in section
19 502(2)(c); (c) 36 instructional weeks per year; (d) 900 instructional
20 hours per teacher; and (e) the district's average staff mix and
21 compensation rates as provided in sections 503 and 504 of this act.)~~

22 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
23 NECESSARY PLANTS

24 For small school districts and remote and necessary school plants
25 within any district which have been judged to be remote and necessary
26 by the superintendent of public instruction, additional staff units are
27 provided to ensure a minimum level of staffing support. Additional
28 administrative and certificated instructional staff units provided to
29 districts in this subsection shall be reduced by the general education
30 staff units, excluding career and technical education and skills center
31 enhancement units, otherwise provided in subsections (2) through (5) of
32 this section on a per district basis.

33 (a) For districts enrolling not more than twenty-five average
34 annual full-time equivalent students in grades K-8, and for small
35 school plants within any school district which have been judged to be
36 remote and necessary by the superintendent of public instruction and
37 enroll not more than twenty-five average annual full-time equivalent
38 students in grades K-8:

1 (i) For those enrolling no students in grades 7 and 8, 1.76
2 certificated instructional staff units and 0.24 certificated
3 administrative staff units for enrollment of not more than five
4 students, plus one-twentieth of a certificated instructional staff unit
5 for each additional student enrolled; and

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

11 (b) For specified enrollments in districts enrolling more than
12 twenty-five but not more than one hundred average annual full-time
13 equivalent students in grades K-8, and for small school plants within
14 any school district which enroll more than twenty-five average annual
15 full-time equivalent students in grades K-8 and have been judged to be
16 remote and necessary by the superintendent of public instruction:

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

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

23 (c) For districts operating no more than two high schools with
24 enrollments of less than three hundred average annual full-time
25 equivalent students, for enrollment in grades 9-12 in each such school,
26 other than alternative schools, except as noted in this subsection:

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

32 (ii) For all other small high schools under this subsection, nine
33 certificated instructional staff units and one-half of a certificated
34 administrative staff unit for the first sixty average annual full-time
35 equivalent students, and additional staff units based on a ratio of
36 0.8732 certificated instructional staff units and 0.1268 certificated
37 administrative staff units per each additional forty-three and one-half
38 average annual full-time equivalent students;

1 (iii) Districts receiving staff units under this subsection shall
2 add students enrolled in a district alternative high school and any
3 grades nine through twelve alternative learning experience programs
4 with the small high school enrollment for calculations under this
5 subsection;

6 (d) For each nonhigh school district having an enrollment of more
7 than seventy annual average full-time equivalent students and less than
8 one hundred eighty students, operating a grades K-8 program or a grades
9 1-8 program, an additional one-half of a certificated instructional
10 staff unit;

11 (e) For each nonhigh school district having an enrollment of more
12 than fifty annual average full-time equivalent students and less than
13 one hundred eighty students, operating a grades K-6 program or a grades
14 1-6 program, an additional one-half of a certificated instructional
15 staff unit;

16 (f)(i) For enrollments generating certificated staff unit
17 allocations under (a) through (e) of this subsection, one classified
18 staff unit for each 2.94 certificated staff units allocated under such
19 subsections;

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

24 (g) School districts receiving additional staff units to support
25 small student enrollments and remote and necessary plants under this
26 subsection (12) shall generate additional MSOC allocations consistent
27 with the nonemployee related costs (NERC) allocation formula in place
28 for the 2010-11 school year as provided section 502, chapter 37, Laws
29 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for
30 inflation.

31 (14) Any school district board of directors may petition the
32 superintendent of public instruction by submission of a resolution
33 adopted in a public meeting to reduce or delay any portion of its basic
34 education allocation for any school year. The superintendent of public
35 instruction shall approve such reduction or delay if it does not impair
36 the district's financial condition. Any delay shall not be for more
37 than two school years. Any reduction or delay shall have no impact on

1 levy authority pursuant to RCW 84.52.0531 and local effort assistance
2 pursuant to chapter 28A.500 RCW.

3 (15) The superintendent may distribute funding for the following
4 programs outside the basic education formula during fiscal years 2014
5 and 2015 as follows:

6 (a) \$605,000 of the general fund--state appropriation for fiscal
7 year 2014 and (~~(\$614,000)~~) \$613,000 of the general fund--state
8 appropriation for fiscal year 2015 are provided solely for fire
9 protection for school districts located in a fire protection district
10 as now or hereafter established pursuant to chapter 52.04 RCW.

11 (b) \$436,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$436,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for programs providing skills
14 training for secondary students who are enrolled in extended day
15 school-to-work programs, as approved by the superintendent of public
16 instruction. The funds shall be allocated at a rate not to exceed \$500
17 per full-time equivalent student enrolled in those programs.

18 (16) \$214,000 of the general fund--state appropriation for fiscal
19 year 2014 and (~~(\$217,000)~~) \$216,000 of the general fund--state
20 appropriation for fiscal year 2015 are provided solely for school
21 district emergencies as certified by the superintendent of public
22 instruction. At the close of the fiscal year the superintendent of
23 public instruction shall report to the office of financial management
24 and the appropriate fiscal committees of the legislature on the
25 allocations provided to districts and the nature of the emergency.

26 (17) Funding in this section is sufficient to fund a maximum of 1.6
27 FTE enrollment for skills center students pursuant to chapter 463, Laws
28 of 2007.

29 (18) Students participating in running start programs may be funded
30 up to a combined maximum enrollment of 1.2 FTE including school
31 district and institution of higher education enrollment. In
32 calculating the combined 1.2 FTE, the office of the superintendent of
33 public instruction may average the participating student's September
34 through June enrollment to account for differences in the start and end
35 dates for courses provided by the high school and higher education
36 institution. Additionally, the office of the superintendent of public
37 instruction, in consultation with the state board for community and
38 technical colleges, the student achievement council, and the education

1 data center, shall annually track and report to the fiscal committees
2 of the legislature on the combined FTE experience of students
3 participating in the running start program, including course load
4 analyses at both the high school and community and technical college
5 system.

6 (19) If two or more school districts consolidate and each district
7 was receiving additional basic education formula staff units pursuant
8 to subsection (12) of this section, the following 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 (12) of this section shall be
18 reduced in increments of twenty percent per year.

19 (20)(a) Indirect cost charges by a school district to approved
20 career and technical education middle and secondary programs shall not
21 exceed 15 percent of the combined basic education and career and
22 technical education program enhancement allocations of state funds.
23 Middle and secondary career and technical education programs are
24 considered separate programs for funding and financial reporting
25 purposes under this section.

26 (b) Career and technical education program full-time equivalent
27 enrollment shall be reported on the same monthly basis as the
28 enrollment for students eligible for basic support, and payments shall
29 be adjusted for reported career and technical education program
30 enrollments on the same monthly basis as those adjustments for
31 enrollment for students eligible for basic support.

32 (21) Appropriations in this section are sufficient for the office
33 of the superintendent of public instruction to implement House Bill No.
34 2207 (basic education funding).

35 **Sec. 503.** 2013 2nd sp.s. c 4 s 505 (uncodified) is amended to read
36 as follows:

1	FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION	
2	General Fund--State Appropriation (FY 2014)	((<u>\$365,120,000</u>))
3		<u>\$365,048,000</u>
4	General Fund--State Appropriation (FY 2015)	((<u>\$427,408,000</u>))
5		<u>\$429,312,000</u>
6	TOTAL APPROPRIATION	((<u>\$792,528,000</u>))
7		<u>\$794,360,000</u>

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

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

13 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
14 shall allocate funding to school district programs for the
15 transportation of eligible students as provided in RCW 28A.160.192.
16 Funding in this section for school year 2014-15 constitutes full
17 implementation of RCW 28A.160.192, which enhancement is within the
18 program of basic education. Students are considered eligible only if
19 meeting the definitions provided in RCW 28A.160.160.

20 (b) For the 2014-15 school year, the superintendent shall allocate
21 funding for approved and operating charter schools as provided in RCW
22 28A.710.220(3). Per-student allocations for pupil transportation must
23 be calculated using the allocation for the previous school year to the
24 school district in which the charter school is located and the total
25 number of students in the district, and must be distributed to the
26 charter school based on the total number of students enrolled.

27 ~~((b))~~ (c) From July 1, 2013 to August 31, 2013, the
28 superintendent shall allocate funding to school districts programs for
29 the transportation of students as provided in section 505, chapter 50,
30 Laws of 2011 1st sp. sess., as amended.

31 (3) \$558,000 of the general fund--state appropriation for fiscal
32 year 2015 is provided solely for pupil transportation expected cost
33 funding formula adjustments as provided under this subsection. School
34 districts whose efficiency rating is at least ninety-five percent and
35 whose actual prior year costs exceed the expected cost allocations
36 provided through the pupil transportation funding formula due to
37 exceptional circumstances may apply to the superintendent of public
38 instruction to receive a supplemental funding adjustments for a one-

1 year period to offset the excess costs in whole or in part. The
2 superintendent shall adopt criteria for review of applications, which
3 may include exceptional issues related to geography, student
4 demographics, or other one-time circumstances that are not otherwise
5 addressed in the expected cost model. Differences in costs related to
6 district philosophy, service delivery choice, or accounting practices
7 are not a legitimate basis for transportation adjustments. School
8 districts that receive adjustments under this subsection are not
9 guaranteed adjustments in future years and must reapply. Adjustments
10 may not exceed the total appropriation provided in this subsection for
11 fiscal year 2015.

12 ((+3)) (4) A maximum of \$892,000 of this fiscal year 2014
13 appropriation and a maximum of \$892,000 of the fiscal year 2015
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 ((+4)) (5) The office of the superintendent of public instruction
20 shall provide reimbursement funding to a school district for school bus
21 purchases only after the superintendent of public instruction
22 determines that the school bus was purchased from the list established
23 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
24 based on the lowest price quote based on similar bus categories to
25 those used to establish the list pursuant to RCW 28A.160.195.

26 ((+5)) (6) The superintendent of public instruction shall base
27 depreciation payments for school district buses on the pre-sales tax
28 five-year average of lowest bids in the appropriate category of bus.
29 In the final year on the depreciation schedule, the depreciation
30 payment shall be based on the lowest bid in the appropriate bus
31 category for that school year.

32 ((+6)) (7) Funding levels in this section reflect waivers granted
33 by the state board of education for four-day school weeks as allowed
34 under RCW 28A.305.141.

35 ((+7)) (8) The office of the superintendent of public instruction
36 shall annually disburse payments for bus depreciation in August.

1	PROGRAMS	
2	General Fund--State Appropriation (FY 2014)	((\$702,149,000))
3		<u>\$693,894,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$738,043,000))
5		<u>\$731,244,000</u>
6	General Fund--Federal Appropriation	((\$462,022,000))
7		<u>\$476,122,000</u>
8	Education Legacy Trust Account--State Appropriation . .	((\$46,151,000))
9		<u>\$56,122,000</u>
10	TOTAL APPROPRIATION	((\$1,948,365,000))
11		<u>\$1,957,382,000</u>

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

14 (1) Funding for special education programs is provided on an excess
15 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
16 that special education students as a class receive their full share of
17 the general apportionment allocation accruing through sections 502 and
18 504 of this act. To the extent a school district cannot provide an
19 appropriate education for special education students under chapter
20 28A.155 RCW through the general apportionment allocation, it shall
21 provide services through the special education excess cost allocation
22 funded in this section.

23 (2)(a) The superintendent of public instruction shall ensure that:
24 (i) Special education students are basic education students first;
25 (ii) As a class, special education students are entitled to the
26 full basic education allocation; and
27 (iii) Special education students are basic education students for
28 the entire school day.

29 (b) The superintendent of public instruction shall continue to
30 implement the full cost method of excess cost accounting, as designed
31 by the committee and recommended by the superintendent, pursuant to
32 section 501(1)(k), chapter 372, Laws of 2006.

33 (3) Each fiscal year appropriation includes such funds as are
34 necessary to complete the school year ending in the fiscal year and for
35 prior fiscal year adjustments.

36 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent
37 shall allocate funding to school district programs for special
38 education students as provided in RCW 28A.150.390, except that the

1 calculation of the base allocation also includes allocations for
2 increased instructional hours (~~(for grades seven through twelve)~~) as
3 provided under section 502(~~((12)(b), which enhancement is)~~)
4 (2)(c)(iii)(B); allocations for parent involvement coordinators in
5 prototypical elementary schools as provided under section 502(4); and
6 guidance counselors in prototypical middle and high schools as provided
7 under section 502(2)(a), which enhancements are within the program of
8 basic education.

9 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
10 allocate funding to school district programs for special education
11 students as provided in section 507, chapter 50, Laws of 2011 1st sp.
12 sess., as amended.

13 (5) The following applies throughout this section: The definitions
14 for enrollment and enrollment percent are as specified in RCW
15 28A.150.390(3). Each district's general fund--state funded special
16 education enrollment shall be the lesser of the district's actual
17 enrollment percent or 12.7 percent.

18 (6) At the request of any interdistrict cooperative of at least 15
19 districts in which all excess cost services for special education
20 students of the districts are provided by the cooperative, the maximum
21 enrollment percent shall be calculated in accordance with RCW
22 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
23 rather than individual district units. For purposes of this
24 subsection, the average basic education allocation per full-time
25 equivalent student shall be calculated in the aggregate rather than
26 individual district units.

27 (7) (~~(\$22,263,000)~~) \$17,578,000 of the general fund--state
28 appropriation for fiscal year 2014, (~~(\$34,392,000)~~) \$29,948,000 of the
29 general fund--state appropriation for fiscal year 2015, and \$29,574,000
30 of the general fund--federal appropriation are provided solely for
31 safety net awards for districts with demonstrated needs for special
32 education funding beyond the amounts provided in subsection (4) of this
33 section. If the federal safety net awards based on the federal
34 eligibility threshold exceed the federal appropriation in this
35 subsection (7) in any fiscal year, the superintendent shall expend all
36 available federal discretionary funds necessary to meet this need. At
37 the conclusion of each school year, the superintendent shall recover

1 safety net funds that were distributed prospectively but for which
2 districts were not subsequently eligible.

3 (a) For the 2013-14 and 2014-15 school years, safety net funds
4 shall be awarded by the state safety net oversight committee as
5 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

6 (b) The office of the superintendent of public instruction shall
7 make award determinations for state safety net funding in August of
8 each school year. Determinations on school district eligibility for
9 state safety net awards shall be based on analysis of actual
10 expenditure data from the current school year.

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

16 (9) The superintendent shall maintain the percentage of federal
17 flow-through to school districts at 85 percent. In addition to other
18 purposes, school districts may use increased federal funds for high-
19 cost students, for purchasing regional special education services from
20 educational service districts, and for staff development activities
21 particularly relating to inclusion issues.

22 (10) A school district may carry over from one year to the next
23 year up to 10 percent of the general fund--state funds allocated under
24 this program; however, carryover funds shall be expended in the special
25 education program.

26 (11) \$252,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$252,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for two additional full-time
29 equivalent staff to support the work of the safety net committee and to
30 provide training and support to districts applying for safety net
31 awards.

32 (12) \$50,000 of the general fund--state appropriation for fiscal
33 year 2014(~~(, \$50,000 of the general fund--state appropriation for~~
34 ~~fiscal year 2015,)) and ((~~\$100,000~~)) \$50,000 of the general fund--
35 federal appropriation shall be expended to support a special education
36 ombudsman program within the office of superintendent of public
37 instruction.~~

1 (13) Beginning in fiscal year 2015, the superintendent of public
2 instruction must enter into an interagency agreement with the office of
3 the education ombuds to provide special education ombuds services. Up
4 to \$50,000 of the general fund--federal appropriation may be used for
5 this purpose.

6 **Sec. 506.** 2013 2nd sp.s. c 4 s 508 (uncodified) is amended to read
7 as follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
9 **DISTRICTS**

10	General Fund--State Appropriation (FY 2014)	(\$8,143,000)
11		<u>\$8,121,000</u>
12	General Fund--State Appropriation (FY 2015)	(\$8,151,000)
13		<u>\$8,224,000</u>
14	TOTAL APPROPRIATION	(\$16,294,000)
15		<u>\$16,345,000</u>

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

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

21 (2) Funding within this section is provided for regional
22 professional development related to mathematics and science curriculum
23 and instructional strategies aligned with common core state standards
24 and next generation science standards. Funding shall be distributed
25 among the educational service districts in the same proportion as
26 distributions in the 2007-2009 biennium. Each educational service
27 district shall use this funding solely for salary and benefits for a
28 certificated instructional staff with expertise in the appropriate
29 subject matter and in professional development delivery, and for
30 travel, materials, and other expenditures related to providing regional
31 professional development support.

32 (3) The educational service districts, at the request of the state
33 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may
34 receive and screen applications for school accreditation, conduct
35 school accreditation site visits pursuant to state board of education
36 rules, and submit to the state board of education post-site visit

1 recommendations for school accreditation. The educational service
2 districts may assess a cooperative service fee to recover actual plus
3 reasonable indirect costs for the purposes of this subsection.

4 (4) \$100,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for educational service district no. 101
6 to design, develop, and implement an authentic-learning crowdsourcing
7 platform prototype.

8 **Sec. 507.** 2013 2nd sp.s. c 4 s 509 (uncodified) is amended to read
9 as follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
11 **ASSISTANCE**

12	General Fund--State Appropriation (FY 2014)	((\$311,174,000))
13		<u>\$311,882,000</u>
14	General Fund--State Appropriation (FY 2015)	((\$335,533,000))
15		<u>\$340,444,000</u>
16	TOTAL APPROPRIATION	((\$646,707,000))
17		<u>\$652,326,000</u>

18 The appropriations in this section are subject to the following
19 conditions and limitations: For purposes of RCW 84.52.0531, the
20 increase per full-time equivalent student is 4.914 percent from the
21 2012-13 school year to the 2013-14 school year and 4.914 percent from
22 the 2013-14 school year to the 2014-15 school year.

23 **Sec. 508.** 2013 2nd sp.s. c 4 s 510 (uncodified) is amended to read
24 as follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
26 **EDUCATION PROGRAMS**

27	General Fund--State Appropriation (FY 2014)	((\$15,291,000))
28		<u>\$13,968,000</u>
29	General Fund--State Appropriation (FY 2015)	((\$15,493,000))
30		<u>\$13,964,000</u>
31	TOTAL APPROPRIATION	((\$30,784,000))
32		<u>\$27,932,000</u>

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

35 (1) Each general fund--state fiscal year appropriation includes

1 such funds as are necessary to complete the school year ending in the
2 fiscal year and for prior fiscal year adjustments.

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

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

12 (4) The funded staffing ratios for education programs for juveniles
13 age 18 or less in department of corrections facilities shall be the
14 same as those provided in the 1997-99 biennium.

15 (5) (~~(\$1,070,000)~~) \$569,000 of the general fund--state
16 appropriation for fiscal year 2014 and (~~(\$1,070,000)~~) \$569,000 of the
17 general fund--state appropriation for fiscal year 2015 are provided
18 solely to maintain at least one certificated instructional staff and
19 related support services at an institution whenever the K-12 enrollment
20 is not sufficient to support one full-time equivalent certificated
21 instructional staff to furnish the educational program. The following
22 types of institutions are included: Residential programs under the
23 department of social and health services for developmentally disabled
24 juveniles, programs for juveniles under the department of corrections,
25 programs for juveniles under the juvenile rehabilitation
26 administration, and programs for juveniles operated by city and county
27 jails.

28 (6) Ten percent of the funds allocated for each institution may be
29 carried over from one year to the next.

30 **Sec. 509.** 2013 2nd sp.s. c 4 s 511 (uncodified) is amended to read
31 as follows:

32	FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS	
33	General Fund--State Appropriation (FY 2014)	(\$9,555,000)
34		<u>\$9,539,000</u>
35	General Fund--State Appropriation (FY 2015)	(\$9,677,000)
36		<u>\$9,685,000</u>
37	TOTAL APPROPRIATION	(\$19,232,000)

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

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

(2)(a) For the 2013-14 and 2014-15 school years, the superintendent shall allocate funding to school district programs for highly capable students as provided in RCW 28A.150.260(10)(c). In calculating the allocations, the superintendent shall assume the following: (i) Additional instruction of 2.1590 hours per week per funded highly capable program student; (ii) fifteen highly capable program students per teacher; (iii) 36 instructional weeks per year; (iv) 900 instructional hours per teacher; and (v) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(b) From July 1, 2013, to August 31, 2013, the superintendent shall allocate funding to school districts programs for highly capable students as provided in section 511, chapter 50, Laws of 2011 1st sp. sess., as amended.

(3) \$85,000 of the general fund--state appropriation for fiscal year 2014 and \$85,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the centrum program at Fort Worden state park.

Sec. 510. 2013 2nd sp.s. c 4 s 512 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO CHILD LEFT BEHIND ACT

General Fund--Federal Appropriation ((~~\$4,052,000~~))
\$4,302,000

Sec. 511. 2013 2nd sp.s. c 4 s 513 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS

General Fund--State Appropriation (FY 2014) ((~~\$121,840,000~~))
\$114,798,000

1	General Fund--State Appropriation (FY 2015)	((\$104,524,000))
2		<u>\$101,692,000</u>
3	General Fund--Federal Appropriation	((\$206,234,000))
4		<u>\$217,834,000</u>
5	General Fund--Private/Local Appropriation	\$4,002,000
6	Education Legacy Trust Account--State Appropriation	\$1,599,000
7	TOTAL APPROPRIATION	((\$438,199,000))
8		<u>\$439,925,000</u>

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

11 (1)(a) ((~~\$44,575,000~~)) \$38,031,000 of the general fund--state
12 appropriation for fiscal year 2014, ((~~\$27,134,000~~)) \$23,131,000 of the
13 general fund--state appropriation for fiscal year 2015, \$1,350,000 of
14 the education legacy trust account--state appropriation, and
15 \$15,868,000 of the general fund--federal appropriation are provided
16 solely for development and implementation of the Washington state
17 assessment system, including: (i) Development and implementation of
18 retake assessments for high school students who are not successful in
19 one or more content areas and (ii) development and implementation of
20 alternative assessments or appeals procedures to implement the
21 certificate of academic achievement. The superintendent of public
22 instruction shall report quarterly on the progress on development and
23 implementation of alternative assessments or appeals procedures.
24 Within these amounts, the superintendent of public instruction shall
25 contract for the early return of 10th grade student assessment results,
26 on or around June 10th of each year. State funding to districts shall
27 be limited to one collection of evidence payment per student, per
28 content-area assessment.

29 (b) The superintendent of public instruction shall modify the
30 statewide student assessment system and implement assessments developed
31 with a multistate consortium beginning in the 2014-15 school year to
32 assess student proficiency on the standards adopted under RCW
33 28A.655.071 and including the provisions of House Bill No. 1450.

34 (2) \$356,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$356,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the Washington state
37 leadership and assistance for science education reform (LASER) regional

1 partnership activities coordinated at the Pacific science center,
2 including instructional material purchases, teacher and principal
3 professional development, and school and community engagement events.

4 (3) \$5,851,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$3,935,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of a new
7 performance-based evaluation for certificated educators and other
8 activities as provided in chapter 235, Laws of 2010 (education reform)
9 and chapter 35, Laws of 2012 (certificated employee evaluations).

10 (4)(a) (~~(\$45,263,000)~~) \$44,879,000 of the general fund--state
11 appropriation for fiscal year 2014 and (~~(\$49,673,000)~~) \$48,746,000 of
12 the general fund--state appropriation for fiscal year 2015 are provided
13 solely for the following bonuses for teachers who hold valid, unexpired
14 certification from the national board for professional teaching
15 standards and who are teaching in a Washington public school, subject
16 to the following conditions and limitations:

17 (i) For national board certified teachers, a bonus of \$5,090 per
18 teacher in the 2013-14 and 2014-15 school years;

19 (ii) An additional \$5,000 annual bonus shall be paid to national
20 board certified teachers who teach in either: (A) High schools where
21 at least 50 percent of student headcount enrollment is eligible for
22 federal free or reduced price lunch, (B) middle schools where at least
23 60 percent of student headcount enrollment is eligible for federal free
24 or reduced price lunch, or (C) elementary schools where at least 70
25 percent of student headcount enrollment is eligible for federal free or
26 reduced price lunch;

27 (iii) The superintendent of public instruction shall adopt rules to
28 ensure that national board certified teachers meet the qualifications
29 for bonuses under (a)(ii) of this subsection for less than one full
30 school year receive bonuses in a pro-rated manner. All bonuses in
31 (a)(i) and (ii) of this subsection will be paid in July of each school
32 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced
33 by a factor of 40 percent for first year NBPTS certified teachers, to
34 reflect the portion of the instructional school year they are
35 certified; and

36 (iv) During the 2013-14 and 2014-15 school years, and within
37 available funds, certificated instructional staff who have met the
38 eligibility requirements and have applied for certification from the

1 national board for professional teaching standards may receive a
2 conditional loan of two thousand dollars or the amount set by the
3 office of the superintendent of public instruction to contribute toward
4 the current assessment fee, not including the initial up-front
5 candidacy payment. The fee shall be an advance on the first annual
6 bonus under RCW 28A.405.415. The conditional loan is provided in
7 addition to compensation received under a district's salary schedule
8 and shall not be included in calculations of a district's average
9 salary and associated salary limitation under RCW 28A.400.200.
10 Recipients who fail to receive certification after three years are
11 required to repay the conditional loan. The office of the
12 superintendent of public instruction shall adopt rules to define the
13 terms for initial grant of the assessment fee and repayment, including
14 applicable fees. To the extent necessary, the superintendent may use
15 revenues from the repayment of conditional loan scholarships to ensure
16 payment of all national board bonus payments required by this section
17 in each school year.

18 (5) \$477,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$477,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the leadership internship
21 program for superintendents, principals, and program administrators.

22 (6) \$950,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$950,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the Washington reading corps.
25 The superintendent shall allocate reading corps members to low-
26 performing schools and school districts that are implementing
27 comprehensive, proven, research-based reading programs. Two or more
28 schools may combine their Washington reading corps programs.

29 (7) \$810,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$810,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for the development of a
32 leadership academy for school principals and administrators. The
33 superintendent of public instruction shall contract with an independent
34 organization to operate a state-of-the-art education leadership academy
35 that will be accessible throughout the state. Semiannually the
36 independent organization shall report on amounts committed by
37 foundations and others to support the development and implementation of
38 this program. Leadership academy partners shall include the state

1 level organizations for school administrators and principals, the
2 superintendent of public instruction, the professional educator
3 standards board, and others as the independent organization shall
4 identify.

5 (8) \$2,000,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$2,000,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for a statewide information
8 technology (IT) academy program. This public-private partnership will
9 provide educational software, as well as IT certification and software
10 training opportunities for students and staff in public schools.

11 (9) \$1,277,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$1,277,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for secondary career and technical
14 education grants pursuant to chapter 170, Laws of 2008. If equally
15 matched by private donations, \$300,000 of the 2014 appropriation and
16 \$300,000 of the 2015 appropriation shall be used to support FIRST
17 robotics programs. Of the amounts in this subsection, \$100,000 of the
18 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015
19 appropriation are provided solely for the purpose of statewide
20 supervision activities for career and technical education student
21 leadership organizations.

22 (10) \$125,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$125,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for (a) staff at the office of the
25 superintendent of public instruction to coordinate and promote efforts
26 to develop integrated math, science, technology, and engineering
27 programs in schools and districts across the state; and (b) grants of
28 \$2,500 to provide twenty middle and high school teachers each year with
29 professional development training for implementing integrated math,
30 science, technology, and engineering programs in their schools.

31 (11) \$135,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$135,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for science, technology,
34 engineering and mathematics lighthouse projects, consistent with
35 chapter 238, Laws of 2010.

36 (12) \$1,000,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$1,000,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for a beginning educator support

1 program. School districts and/or regional consortia may apply for
2 grant funding. The superintendent shall implement this program in 5 to
3 15 school districts and/or regional consortia. The program provided by
4 a district and/or regional consortia shall include: A paid
5 orientation; assignment of a qualified mentor; development of a
6 professional growth plan for each beginning teacher aligned with
7 professional certification; release time for mentors and new teachers
8 to work together; and teacher observation time with accomplished peers.
9 \$250,000 may be used to provide statewide professional development
10 opportunities for mentors and beginning educators.

11 (13) \$250,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$250,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for advanced project lead the way
14 courses at ten high schools. To be eligible for funding in 2014, a
15 high school must have offered a foundational project lead the way
16 course during the 2012-13 school year. The 2014 funding must be used
17 for one-time start-up course costs for an advanced project lead the way
18 course, to be offered to students beginning in the 2013-14 school year.
19 To be eligible for funding in 2015, a high school must have offered a
20 foundational project lead the way course during the 2013-14 school
21 year. The 2015 funding must be used for one-time start-up course costs
22 for an advanced project lead the way course, to be offered to students
23 beginning in the 2014-15 school year. The office of the superintendent
24 of public instruction and the education research and data center at the
25 office of financial management shall track student participation and
26 long-term outcome data.

27 (14) \$300,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$300,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for annual start-up grants for
30 aerospace and manufacturing technical programs housed at four skill
31 centers. The grants are provided for start-up equipment and curriculum
32 purchases. To be eligible for funding, the skill center must agree to
33 provide regional high schools with access to a technology laboratory,
34 expand manufacturing certificate and course offerings at the skill
35 center, and provide a laboratory space for local high school teachers
36 to engage in professional development in the instruction of courses
37 leading to student employment certification in the aerospace and
38 manufacturing industries. Once a skill center receives a start-up

1 grant, it is ineligible for additional start-up funding in the
2 following school year. The office of the superintendent of public
3 instruction shall administer the grants in consultation with the center
4 for excellence for aerospace and advanced materials manufacturing.

5 (15) \$150,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$150,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for annual start-up grants to six
8 high schools to implement the aerospace assembler program.
9 Participating high schools must agree to offer the aerospace assembler
10 training program to students by spring semester of school year 2013-14.
11 Once a high school receives a start-up grant, it is ineligible for
12 additional start-up funding in the following school year. The office
13 of the superintendent of public instruction and the education research
14 and data center at the office of financial management shall track
15 student participation and long-term outcome data.

16 (16) \$10,000,000 of the general fund--state appropriation for
17 fiscal year 2014 and (~~(\$5,000,000)~~) \$5,027,000 of the general fund--
18 state appropriation for fiscal year 2015 are provided solely for the
19 provision of training for teachers in the performance-based teacher
20 principal evaluation program. Of the amounts appropriated in this
21 subsection, \$5,000,000 for fiscal year 2014 is a one-time
22 appropriation, and \$27,000 for fiscal year 2015 is a one-time
23 appropriation provided solely for the office of the superintendent of
24 public instruction to include foundational elements of cultural
25 competence that are aligned with standards developed by the
26 professional educator standards board within the content of the
27 training.

28 (17) \$3,600,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$6,681,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the implementation of
31 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing
32 schools). If the bill is not enacted by June 30, 2013, the amounts
33 provided in this subsection shall lapse.

34 (18) \$100,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$100,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely to promote the financial literacy
37 of students. The effort will be coordinated through the financial
38 literacy public-private partnership.

1 (19) \$109,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$99,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the office of the
4 superintendent of public instruction to implement a youth dropout
5 prevention program that incorporates partnerships between community-
6 based organizations, schools, food banks and farms or gardens. The
7 office of the superintendent of public instruction shall select one
8 school district that must partner with an organization that is
9 operating an existing similar program and that also has the ability to
10 serve at least 40 students. Of the amount appropriated in this
11 subsection, up to \$10,000 may be used by the office of the
12 superintendent of public instruction for administration of the program.

13 (20) (~~(\$2,399,000)~~) \$2,285,000 of the general fund--state
14 appropriation for fiscal year 2014 and (~~(\$2,035,000)~~) \$1,912,000 of the
15 general fund--state appropriation for fiscal year 2015 are provided
16 solely to implement Engrossed Substitute Senate Bill No. 5946
17 (strengthening student educational outcomes). If the bill is not
18 enacted by June 30, 2013, the amounts provided in this subsection shall
19 lapse.

20 (21) \$1,110,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$1,061,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for chapter 184, Laws of 2013
23 (Second Substitute House Bill No. 1642) (academic acceleration). Of
24 the amount appropriated in this section, forty-nine thousand is
25 provided as one-time funding.

26 (22) \$200,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for implementation of House Bill No. 2553
28 (lowest-achieving schools). If the bill is not enacted by June 30,
29 2014, the amount provided in this subsection shall lapse.

30 (23) \$1,994,000 of the general fund--state appropriation for fiscal
31 year 2015 is provided solely for grants to school districts to provide
32 a continuum of care for children and families to help children become
33 ready to learn. Grant proposals from school districts shall contain
34 local plans designed collaboratively with community service providers.
35 If a continuum of care program exists in the area in which the school
36 district is located, the local plan shall provide for coordination with
37 existing programs to the greatest extent possible. Grant funds shall
38 be allocated pursuant to RCW 70.190.040.

Sec. 512. 2013 2nd sp.s. c 4 s 514 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS

General Fund--State Appropriation (FY 2014)	(\$95,500,000))	
		<u>\$97,796,000</u>
General Fund--State Appropriation (FY 2015)	(\$106,120,000))	
		<u>\$110,084,000</u>
General Fund--Federal Appropriation	(\$71,016,000))	
		<u>\$72,116,000</u>
TOTAL APPROPRIATION	(\$272,636,000))	
		<u>\$279,996,000</u>

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

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

(2)(a) For the 2013-14 and 2014-15 school years, the superintendent shall allocate funding to school districts for transitional bilingual programs under RCW 28A.180.010 through 28A.180.080, including programs for exited students, as provided in RCW 28A.150.260(10)(b) and the provisions of this section. In calculating the allocations, the superintendent shall assume the following averages: (i) Additional instruction of 4.7780 hours per week per transitional bilingual program student in grades kindergarten through twelve in school years 2013-14 and 2014-15; (ii) additional instruction of 3.0000 hours per week in school year 2013-14 for the head count number of students who have exited the transitional bilingual instruction program within the previous school year based on their performance on the English proficiency assessment; (iii) additional instruction of 3.0000 hours per week in school year 2014-15 for the head count number of students who have exited the transitional bilingual instruction program within the previous two years based on their performance on the English proficiency assessment; (iv) fifteen transitional bilingual program students per teacher; (v) 36 instructional weeks per year; (vi) 900 instructional hours per teacher; and (vii) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

1 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
2 allocate funding to school districts for transitional bilingual
3 instruction programs as provided in section 514, chapter 50, Laws of
4 2011 1st sp. sess., as amended.

5 (3) The superintendent may withhold allocations to school districts
6 in subsection (2) of this section solely for the central provision of
7 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
8 following amounts: (~~(1.76)~~) 1.70 percent for school year 2013-14 and
9 (~~(1.59)~~) 1.53 percent for school year 2014-15.

10 (4) The general fund--federal appropriation in this section is for
11 migrant education under Title I Part C and English language
12 acquisition, and language enhancement grants under Title III of the
13 elementary and secondary education act.

14 (5) \$35,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$35,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely to track current and former
17 transitional bilingual program students.

18 **Sec. 513.** 2013 2nd sp.s. c 4 s 515 (uncodified) is amended to read
19 as follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
21 **ASSISTANCE PROGRAM**

22	General Fund--State Appropriation (FY 2014)	((\$196,356,000))
23		<u>\$194,728,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$218,335,000))
25		<u>\$214,877,000</u>
26	General Fund--Federal Appropriation	((\$448,434,000))
27		<u>\$450,534,000</u>
28	TOTAL APPROPRIATION	((\$863,125,000))
29		<u>\$860,139,000</u>

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

32 (1) The general fund--state appropriations in this section are
33 subject to the following conditions and limitations:

34 (a) The appropriations include such funds as are necessary to
35 complete the school year ending in the fiscal year and for prior fiscal
36 year adjustments.

1 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent
2 shall allocate funding to school districts for learning assistance
3 programs as provided in RCW 28A.150.260(10)(a), except that the
4 allocation for the additional instructional hours shall be enhanced as
5 provided in this section, which enhancements are within the program of
6 the basic education. In calculating the allocations, the
7 superintendent shall assume the following averages: (A) Additional
8 instruction of 2.3975 hours per week per funded learning assistance
9 program student for the 2013-14 school year and the 2014-15 school
10 year; (B) fifteen learning assistance program students per teacher; (C)
11 36 instructional weeks per year; (D) 900 instructional hours per
12 teacher; and (E) the district's average staff mix and compensation
13 rates as provided in sections 503 and 504 of this act.

14 (ii) From July 1, 2013, to August 31, 2013, the superintendent
15 shall allocate funding to school districts for learning assistance
16 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.
17 sess., as amended.

18 (c) A school district's funded students for the learning assistance
19 program shall be the sum of the district's full-time equivalent
20 enrollment in grades K-12 for the prior school year multiplied by the
21 district's percentage of October headcount enrollment in grades K-12
22 eligible for free or reduced price lunch in the prior school year.
23 Starting with the allocation for the 2014-15 school year, the prior
24 school year's October headcount enrollment for free and reduced price
25 lunch shall be as reported in the comprehensive education data and
26 research system.

27 (2) Allocations made pursuant to subsection (1) of this section
28 shall be adjusted to reflect ineligible applications identified through
29 the annual income verification process required by the national school
30 lunch program, as recommended in the report of the state auditor on the
31 learning assistance program dated February, 2010.

32 (3) The general fund--federal appropriation in this section is
33 provided for Title I Part A allocations of the no child left behind act
34 of 2001.

35 (4) A school district may carry over from one year to the next up
36 to 10 percent of the general fund--state funds allocated under this
37 program; however, carryover funds shall be expended for the learning
38 assistance program.

1 **Sec. 514.** 2013 2nd sp.s. c 4 s 516 (uncodified) is amended to read
2 as follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

4 (1) Amounts distributed to districts by the superintendent through
5 part V of this act are for allocations purposes only, unless specified
6 by part V of this act, and do not entitle a particular district,
7 district employee, or student to a specific service, beyond what has
8 been expressly provided in statute. Part V of this act restates the
9 requirements of various sections of Title 28A RCW. If any conflict
10 exists, the provisions of Title 28A RCW control unless this act
11 explicitly states that it is providing an enhancement. Any amounts
12 provided in part V of this act in excess of the amounts required by
13 Title 28A RCW provided in statute, are not within the program of basic
14 education unless clearly stated by this act.

15 (2) To the maximum extent practicable, when adopting new or revised
16 rules or policies relating to the administration of allocations in part
17 V of this act that result in fiscal impact, the office of the
18 superintendent of public instruction shall attempt to seek legislative
19 approval through the budget request process.

20 (3) Appropriations made in this act to the office of the
21 superintendent of public instruction shall initially be allotted as
22 required by this act. Subsequent allotment modifications shall not
23 include transfers of moneys between sections of this act, except as
24 expressly provided in subsection (4) of this section.

25 (4) The appropriations to the office of the superintendent of
26 public instruction in this act shall be expended for the programs and
27 amounts specified in this act. However, after May 1, 2014, unless
28 specifically prohibited by this act and after approval by the director
29 of financial management, the superintendent of public instruction may
30 transfer state general fund appropriations for fiscal year 2014 among
31 the following programs to meet the apportionment schedule for a
32 specified formula in another of these programs: General apportionment;
33 employee compensation adjustments; pupil transportation; special
34 education programs; institutional education programs; transitional
35 bilingual programs; highly capable; and learning assistance programs.

36 (5) The director of financial management shall notify the
37 appropriate legislative fiscal committees in writing prior to approving
38 any allotment modifications or transfers under this section.

1 NEW SECTION. **Sec. 515.** A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

4	General Fund--State Appropriation (FY 2014)	\$466,000
5	General Fund--State Appropriation (FY 2015)	\$572,000
6	TOTAL APPROPRIATION	\$1,038,000

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

9 (1) \$125,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for the office of the attorney general
11 costs related to *League of Women Voters v. State of Washington*.

12 (2) \$137,000 of the general fund--state appropriation for fiscal
13 year 2015 is provided solely for charter school evaluation and
14 oversight.

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 2013 2nd sp.s. c 4 s 602 (uncodified) is amended to read as follows:

(1) Within the amounts appropriated in this act and chapter 1, Laws of 2013 3rd sp. sess. (aerospace industry appropriations), each institution of higher education is expected to enroll and educate at least the following numbers of full-time equivalent state-supported students per academic year:

	2013-14	2014-15
	Annual Average	Annual Average
University of Washington	37,162	37,162
Washington State University	22,228	((22,228)) <u>22,538</u>
Central Washington University	9,105	9,105
Eastern Washington University	8,734	8,734
The Evergreen State College	((4,335)) <u>4,213</u>	((4,335)) <u>4,213</u>
Western Washington University	((12,710)) <u>11,762</u>	((12,710)) <u>11,762</u>
State Board for Community & Technical Colleges		
Adult Students	139,237	((139,237)) <u>139,927</u>
Running Start Students	11,558	11,558

(2) In achieving or exceeding these enrollment targets, each institution shall seek to:

(a) Maintain and to the extent possible increase enrollment opportunities at branch campuses;

(b) Maintain and to the extent possible increase enrollment opportunities at university centers and other partnership programs that enable students to earn baccalaureate degrees on community college campuses; and

(c) Eliminate and consolidate programs of study for which there is limited student or employer demand, or that are not areas of core

1 academic strength for the institution, particularly when such programs
2 duplicate offerings by other in-state institutions.

3 (3) For purposes of monitoring and reporting statewide enrollment,
4 the University of Washington and Washington State University shall
5 notify the office of financial management of the number of full-time
6 student equivalent enrollments budgeted for each of their campuses.

7 **Sec. 602.** 2013 2nd sp.s. c 4 s 603 (uncodified) is amended to read
8 as follows:

9 **PUBLIC BACCALAUREATE INSTITUTIONS**

10 (1) In order to operate within the state funds appropriated in this
11 act, the governing boards of the state research universities, the state
12 regional universities, and The Evergreen State College are authorized
13 to adopt and adjust tuition and fees for the 2013-14 and 2014-15
14 academic years as provided in this section.

15 (2) For the purposes of chapter 28B.15 RCW, the omnibus
16 appropriations act assumes no increase of tuition levels for resident
17 undergraduate students over the amounts charged to resident
18 undergraduate students for the prior year.

19 (3) Appropriations in sections 606 through 611 of this act are
20 sufficient to maintain resident undergraduate tuition levels at the
21 levels charged to resident undergraduate students during the 2012-13
22 academic year. As a result, for the 2013-14 academic year, the
23 institutions of higher education shall not adopt resident undergraduate
24 tuition levels that are greater than the tuition levels assumed in
25 subsection (2) of this section. For the 2014-15 academic year, the
26 institutions of higher education are authorized to adopt tuition levels
27 for resident undergraduate students that are less than, equal to, or
28 greater than tuition levels assumed in the omnibus appropriations act
29 in subsection (2) of this section. However, ~~((to the extent))~~ every
30 year that tuition levels ~~((exceed the))~~ are maintained above tuition
31 ~~((levels))~~ increases assumed in subsection (2) of this section and
32 section 603, chapter 50, Laws of 2011, the institution of higher
33 education shall be subject to the conditions and limitations provided
34 in RCW 28B.15.102.

35 (4) Each governing board is authorized to increase tuition charges
36 to graduate and professional students, and to nonresident undergraduate

1 students, by amounts judged reasonable and necessary by the governing
2 board.

3 (5) Each governing board is authorized to increase summer quarter
4 or semester tuition fees for resident and nonresident undergraduate,
5 graduate, and professional students pursuant to RCW 28B.15.067.

6 (6) Each governing board is authorized to adopt or increase charges
7 for fee-based, self-sustaining degree programs, credit courses,
8 noncredit workshops and courses, and special contract courses by
9 amounts judged reasonable and necessary by the governing board.

10 (7) Each governing board is authorized to adopt or increase
11 services and activities fees for all categories of students as provided
12 in RCW 28B.15.069.

13 (8) Each governing board is authorized to adopt or increase
14 technology fees as provided in RCW 28B.15.069.

15 (9) Each governing board is authorized to adopt or increase special
16 course and lab fees, and health and counseling fees, to the extent
17 necessary to cover the reasonable and necessary exceptional cost of the
18 course or service.

19 (10) Each governing board is authorized to adopt or increase
20 administrative fees such as, but not limited to, those charged for
21 application, matriculation, special testing, and transcripts by amounts
22 judged reasonable and necessary by the governing board.

23 (11) The state universities, the regional universities, and The
24 Evergreen State College must accept the transfer of college-level
25 courses taken by running start students if a student seeking a transfer
26 of the college-level courses has been admitted to the state university,
27 the regional university, or The Evergreen State College, and if the
28 college-level courses are recognized as transferrable by the admitting
29 institution of higher education.

30 (12) Appropriations in sections 606 through 611 of this act are
31 sufficient to implement 2013-2015 collective bargaining agreements at
32 institutions of higher education negotiated under chapter 41.80 RCW.
33 The institutions may also use these funds for any other purpose
34 including restoring prior compensation reductions, increasing
35 compensation, and implementing other collective bargaining agreements.

36 **Sec. 603.** 2013 2nd sp.s. c 4 s 604 (uncodified) is amended to read
37 as follows:

1 **STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

2 (1) In order to operate within the state funds appropriated in this
3 act, the state board is authorized to adopt and adjust tuition and fees
4 for the 2013-14 and 2014-15 academic years as provided in this section.

5 (2) For the purposes of chapter 28B.15 RCW, appropriations in the
6 omnibus appropriations act assumes no increase in tuition levels for
7 resident undergraduate students over the amounts charged to resident
8 undergraduate students for the prior year. For the 2014-15 academic
9 year, the state board is authorized to adopt tuition levels for
10 resident undergraduate students that are less than, equal to, or
11 greater than tuition levels assumed in the omnibus appropriations act
12 in this subsection. However, to the extent that tuition levels exceed
13 the tuition levels assumed in this subsection, the state board shall
14 retain an additional one percent of operating fees above what is
15 already retained pursuant to RCW 28B.15.031 for the purposes of RCW
16 28B.15.820. (~~For the 2013-2015 fiscal biennium,~~) When expending this
17 additional retained amount, the community and technical colleges are
18 subject to the conditions and limitations in RCW 28B.15.102.

19 (3) For the 2013-14 and 2014-15 academic years, the state board may
20 increase tuition fees charged to resident undergraduates enrolled in
21 upper division applied baccalaureate programs as specified in
22 subsection (2) of this section.

23 (4) Appropriations in section 605 include the restoration of the
24 three percent reduction in compensation costs taken in the 2011-2013
25 fiscal biennium. This funding is sufficient to implement 2013-2015
26 collective bargaining agreements at institutions of higher education
27 negotiated under chapter 41.80 RCW. The colleges may also use the
28 restored funds for any other purpose including restoring prior
29 compensation reductions, increasing compensation, and implementing
30 other collective bargaining agreements.

31 (5) The state board may increase the tuition fees charged to
32 nonresident students by amounts judged reasonable and necessary by the
33 board.

34 (6) The trustees of the technical colleges are authorized to either
35 (a) increase operating fees by no more than the percentage increases
36 authorized for community colleges by the state board; or (b) fully
37 adopt the tuition fee charge schedule adopted by the state board for
38 community colleges.

1 (7) For academic years 2013-14 and 2014-15, the trustees of the
2 technical colleges are authorized to increase building fees by an
3 amount judged reasonable in order to progress toward parity with the
4 building fees charged students attending the community colleges.

5 (8) The state board is authorized to increase the maximum allowable
6 services and activities fees as provided in RCW 28B.15.069. The
7 trustees of the community and technical colleges are authorized to
8 increase services and activities fees up to the maximum level
9 authorized by the state board.

10 (9) The trustees of the community and technical colleges are
11 authorized to adopt or increase charges for fee-based, self-sustaining
12 programs such as summer session, international student contracts, and
13 special contract courses by amounts judged reasonable and necessary by
14 the trustees.

15 (10) The trustees of the community and technical colleges are
16 authorized to adopt or increase special course and lab fees to the
17 extent necessary to cover the reasonable and necessary exceptional cost
18 of the course or service.

19 (11) The trustees of the community and technical colleges are
20 authorized to adopt or increase administrative fees such as but not
21 limited to those charged for application, matriculation, special
22 testing, and transcripts by amounts judged reasonable and necessary by
23 the trustees.

24 **Sec. 604.** 2013 2nd sp.s. c 4 s 605 (uncodified) is amended to read
25 as follows:

26 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

27	General Fund--State Appropriation (FY 2014)	((\$570,262,000))
28		<u>\$570,075,000</u>
29	General Fund--State Appropriation (FY 2015)	((\$568,999,000))
30		<u>\$568,035,000</u>
31	Community/Technical College Capital Projects	
32	Account--State Appropriation	\$17,548,000
33	Education Legacy Trust Account--State	
34	Appropriation	\$95,373,000
35	TOTAL APPROPRIATION	((\$1,252,182,000))
36		<u>\$1,251,031,000</u>
37		

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

3 (1) \$33,261,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$33,261,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely as special funds for training and
6 related support services, including financial aid, as specified in RCW
7 28C.04.390. Funding is provided to support at least 7,170 full-time
8 equivalent students in fiscal year 2014 and at least 7,170 full-time
9 equivalent students in fiscal year 2015.

10 (2) \$5,450,000 of the education legacy trust account--state
11 appropriation is provided solely for administration and customized
12 training contracts through the job skills program. The state board
13 shall make an annual report by January 1st of each year to the governor
14 and to the appropriate policy and fiscal committees of the legislature
15 regarding implementation of this section, listing the scope of grant
16 awards, the distribution of funds by educational sector and region of
17 the state, and the results of the partnerships supported by these
18 funds.

19 (3) \$100,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$100,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the aerospace center of
22 excellence currently hosted by Everett community college to:

23 (a) Increase statewide communications and outreach between industry
24 sectors, industry organizations, businesses, K-12 schools, colleges,
25 and universities;

26 (b) Enhance information technology to increase business and student
27 accessibility and use of the center's web site; and

28 (c) Act as the information entry point for prospective students and
29 job seekers regarding education, training, and employment in the
30 industry.

31 (4) \$181,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$181,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the opportunity center for
34 employment and education internet technology integration project at
35 north Seattle community college.

36 (5) \$255,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$255,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for implementation of a maritime
2 industries training program at south Seattle community college.

3 (6) \$5,250,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$5,250,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the student achievement
6 initiative.

7 (7) \$500,000 of the general fund--state appropriation for fiscal
8 year 2014 is provided solely for implementation of Second Substitute
9 Senate Bill No. 5624 (STEM or career and tech ed). If the bill is not
10 enacted by June 30, 2013, the amount provided in this subsection shall
11 lapse.

12 (8) \$300,000 of the general fund--state appropriation for fiscal
13 year 2015 is provided solely for Seattle community college to conduct
14 planning for establishing a health training center at the Pacific
15 medical center.

16 (9) \$350,000 of the general fund--state appropriation for fiscal
17 year 2015 is provided solely for a pilot project to embed the year up
18 model within community college campuses.

19 (10) \$13,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$168,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the implementation of
22 Substitute House Bill No. 2365 (paraeducator development). If the bill
23 is not enacted by June 30, 2014, the amounts provided in this
24 subsection shall lapse.

25 (11) \$410,000 of the general fund--state appropriation for fiscal
26 year 2015 is provided solely for the mathematics engineering science
27 achievement community college programs.

28 ~~((+8))~~ (12) Community and technical colleges are not required to
29 send mass mailings of course catalogs to residents of their districts.
30 Community and technical colleges shall consider lower cost
31 alternatives, such as mailing postcards or brochures that direct
32 individuals to online information and other ways of acquiring print
33 catalogs.

34 ~~((+9))~~ (13) The state board for community and technical colleges
35 shall not use funds appropriated in this section to support
36 intercollegiate athletics programs.

1 **Sec. 605.** 2013 2nd sp.s. c 4 s 606 (uncodified) is amended to read
2 as follows:

3 **FOR THE UNIVERSITY OF WASHINGTON**

4	General Fund--State Appropriation (FY 2014)	((\$246,897,000))
5		<u>\$247,277,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$245,200,000))
7		<u>\$246,732,000</u>
8	Geoduck Aquaculture Research Account--State	
9	Appropriation	\$300,000
10	Education Legacy Trust Account--State Appropriation	\$13,998,000
11	Economic Development Strategic Reserve Account--	
12	State Appropriation	\$3,000,000
13	Biotoxin Account--State Appropriation	\$390,000
14	Accident Account--State Appropriation	\$6,741,000
15	Medical Aid Account--State Appropriation	\$6,546,000
16	Aquatic Land Enhancement Account--State Appropriation	\$700,000
17	State Toxics Control Account--State Appropriation	\$1,120,000
18	TOTAL APPROPRIATION	((\$524,892,000))
19		<u>\$526,804,000</u>

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

22 (1) \$300,000 of the geoduck aquaculture research account--state
23 appropriation is provided solely for the University of Washington sea
24 grant program to commission scientific research studies that examine
25 possible negative and positive effects, including the cumulative
26 effects and the economic contribution, of evolving shellfish
27 aquaculture techniques and practices on Washington's economy and marine
28 ecosystems. The research conducted for the studies is not intended to
29 be a basis for an increase in the number of shellfish harvesting
30 permits available and should be coordinated with any research efforts
31 related to ocean acidification. The University of Washington must
32 submit an annual report detailing any findings and outline the progress
33 of the study, consistent with RCW 43.01.036, to the appropriate
34 legislative committees by December 1st of each year.

35 (2) \$52,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$52,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the center for international
38 trade in forest products in the college of forest resources.

1 (3) \$4,459,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$4,459,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the expansion of computer
4 science and engineering enrollments. The university will work with the
5 education research and data center to establish program baselines and
6 demonstrate enrollment increases. By September 1, 2014, and each
7 September 1st thereafter, the university shall provide a report that
8 provides the specific detail on how these amounts were spent in the
9 preceding fiscal year, including but not limited to the cost per
10 student, student completion rates, and the number of low-income
11 students enrolled in each program, any process changes or best-
12 practices implemented by the college, and how many students are
13 enrolled in computer science and engineering programs above the 2012-
14 2013 academic year baseline.

15 (4) \$3,000,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$3,000,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for creation of a clean energy
18 institute. The institute shall integrate physical sciences and
19 engineering with a research focus on energy storage and solar energy.

20 (5) \$3,000,000 of the economic development strategic reserve
21 account appropriation is provided solely to support the joint center
22 for aerospace innovation technology.

23 (6) Within existing resources the University of Washington may:
24 (a) Form and implement an integrated innovation institute and research,
25 planning, and outreach initiatives at the Olympic national resources
26 center; and (b) accredit a four-year undergraduate forestry program
27 from the society of American foresters. Accreditation may occur in
28 conjunction with reaccreditation of the master of forest resources
29 program.

30 (7) \$700,000 of the aquatic lands enhancement account--state
31 appropriation and \$1,120,000 of the state toxics control account--state
32 appropriation are provided solely for the center on ocean acidification
33 and related work necessary to implement the recommendations of the
34 governor's blue ribbon task force on ocean acidification. The
35 university shall provide staffing for this purpose.

36 (8) \$1,000,000 of the general fund--state appropriation for fiscal
37 year 2015 is provided solely for the institute of protein design to
38 support the commercialization of translational projects.

1 (9) \$150,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for the Burke museum's hands-on science
3 curriculum.

4 ((+8)) (10) The University of Washington shall not use funds
5 appropriated in this section to support intercollegiate athletics
6 programs.

7 **Sec. 606.** 2013 2nd sp.s. c 4 s 607 (uncodified) is amended to read
8 as follows:

9 **FOR WASHINGTON STATE UNIVERSITY**

10	General Fund--State Appropriation (FY 2014)	((\$156,616,000))
11		<u>\$157,108,000</u>
12	General Fund--State Appropriation (FY 2015)	((\$157,701,000))
13		<u>\$160,494,000</u>
14	Education Legacy Trust Account--State Appropriation	\$33,995,000
15	TOTAL APPROPRIATION	((\$348,312,000))
16		<u>\$351,597,000</u>

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

19 (1) Within existing resources, Washington State University shall
20 establish an accredited forestry program.

21 (2) \$2,856,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$2,857,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the expansion of computer
24 science and engineering enrollments. The university will work with the
25 education research and data center to establish program baselines and
26 demonstrate enrollment increases. By September 1, 2014, and each
27 September 1st thereafter, the university shall provide a report that
28 provides the specific detail on how these amounts were spent in the
29 preceding fiscal year, including but not limited to the cost per
30 student, student completion rates, and the number of low-income
31 students enrolled in each program, any process changes or best-
32 practices implemented by the college, and how many students are
33 enrolled in computer science and engineering programs above the 2012-
34 2013 academic year baseline.

35 (3) \$25,000 of the general fund--state appropriation for fiscal
36 year 2014 is provided solely for the Ruckelshaus center to collaborate
37 with local governments, the media, and representatives of the public

1 regarding public record requests made to local government. The center
2 shall facilitate meetings and discussions and report to the appropriate
3 committees of the legislature. The report shall include information
4 on:

5 (a) Recommendations related to balancing open public records with
6 concerns of local governments related to interfering with the work of
7 the local government;

8 (b) Resources necessary to accommodate requests;

9 (c) Potential harassment of government employees;

10 (d) Potential safety concerns of people named in the record;

11 (e) Potentially assisting criminal activity; and

12 (f) Other issues brought forward by the participants.

13 The center shall report to the appropriate committees of the
14 legislature by December 15, 2013.

15 (4) \$300,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$300,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the Washington State
18 University agricultural research center to conduct public outreach and
19 education related to nonlethal methods of mitigating conflicts between
20 livestock and large wild carnivores. Of the amounts provided in this
21 subsection, \$200,000 of the general fund--state appropriation for
22 fiscal year 2014 and \$200,000 of the general fund--state appropriation
23 for fiscal year 2015 are provided solely to the center to conduct a
24 detailed analysis of such methods. The amounts appropriated in this
25 subsection may not be subject to an administrative fee or charge, and
26 must be used for costs directly associated with the research and
27 analysis.

28 (5) \$2,400,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$3,600,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for expansion of medical education
31 and biomedical research in Spokane.

32 (6) \$1,989,000 of the general fund--state appropriation for fiscal
33 year 2015 is provided solely for the transfer of the university center
34 of north Puget Sound from the state board of community and technical
35 colleges to the Washington State University. Funding is sufficient to
36 support 310 full-time equivalent students.

37 (7) \$250,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$500,000 of the general fund--state appropriation for
2 fiscal year 2015 are provided solely for state match requirements
3 related to the federal aviation administration grant.

4 (8) \$300,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for implementation of Engrossed Second
6 Substitute House Bill No. 2347 (oil transportation safety). If the
7 bill is not enacted by June 30, 2014, the amount provided in this
8 subsection shall lapse.

9 ((+6)) (9) Washington State University shall not use funds
10 appropriated in this section to support intercollegiate athletic
11 programs.

12 **Sec. 607.** 2013 2nd sp.s. c 4 s 608 (uncodified) is amended to read
13 as follows:

14 **FOR EASTERN WASHINGTON UNIVERSITY**

15	General Fund--State Appropriation (FY 2014)	((\$31,674,000))
16		<u>\$31,428,000</u>
17	General Fund--State Appropriation (FY 2015)	((\$31,619,000))
18		<u>\$31,374,000</u>
19	Education Legacy Trust Account--State Appropriation	\$15,470,000
20	TOTAL APPROPRIATION	((\$78,763,000))
21		<u>\$78,272,000</u>

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

24 (1) At least \$200,000 of the general fund--state appropriation for
25 fiscal year 2014 and at least \$200,000 of the general fund--state
26 appropriation for fiscal year 2015 shall be expended on the Northwest
27 autism center.

28 (2) Eastern Washington University shall not use funds appropriated
29 in this section to support intercollegiate athletics programs.

30 **Sec. 608.** 2013 2nd sp.s. c 4 s 609 (uncodified) is amended to read
31 as follows:

32 **FOR CENTRAL WASHINGTON UNIVERSITY**

33	General Fund--State Appropriation (FY 2014)	((\$29,719,000))
34		<u>\$29,764,000</u>
35	General Fund--State Appropriation (FY 2015)	((\$29,533,000))
36		<u>\$29,577,000</u>

1 Education Legacy Trust Account--State Appropriation \$19,076,000
 2 TOTAL APPROPRIATION ((~~\$78,328,000~~))
 3 \$78,417,000

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

6 (1) \$25,000 of the general fund--state appropriation for fiscal
 7 year 2014 is provided solely for the college of education to conduct a
 8 study identifying the duties encompassed in a state-funded teacher's
 9 typical work day. The study must include an estimate of the percent of
 10 a teacher's typical day that is spent on teaching related duties and
 11 the percentage of the teacher's day that is spent on duties that are
 12 not directly related to teaching. The university shall submit a report
 13 to the appropriate committees of the legislature by December 1, 2013.

14 (2) Amounts appropriated in this section are sufficient for the
 15 university to develop a plan to create an online degree granting entity
 16 that awards degrees based on an alternative credit model. The
 17 university shall submit a final plan by December 1, 2013, to the higher
 18 education committees of the legislature.

19 (3) Central Washington University shall not use funds appropriated
 20 in this section to support intercollegiate athletics programs.

21 **Sec. 609.** 2013 2nd sp.s. c 4 s 610 (uncodified) is amended to read
 22 as follows:

23 **FOR THE EVERGREEN STATE COLLEGE**

24 General Fund--State Appropriation (FY 2014) ((~~\$18,563,000~~))
 25 \$18,368,000
 26 General Fund--State Appropriation (FY 2015) ((~~\$17,911,000~~))
 27 \$18,079,000
 28 Education Legacy Trust Account--State Appropriation \$5,450,000
 29 TOTAL APPROPRIATION ((~~\$41,924,000~~))
 30 \$41,897,000

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

33 ((+3)) (1) \$100,000 of the general fund--state appropriation for
 34 fiscal year 2014 and \$50,000 of the general fund--state appropriation
 35 for fiscal year 2015 are provided solely for the Washington state
 36 institute for public policy to conduct a comprehensive retrospective
 37 outcome evaluation and return on investment analysis of the early

1 learning childhood program pursuant to Senate Bill No. 5904 (high
2 quality early learning). This evaluation is due December 15, 2014. If
3 the bill is not enacted by June 30, 2013, the amount provided in this
4 subsection shall lapse.

5 ~~((+4))~~ (2) \$50,000 of the general fund--state appropriation for
6 fiscal year 2014 and \$50,000 of the general fund--state appropriation
7 for fiscal year 2015 are provided solely for the Washington state
8 institute for public policy to develop a risk assessment instrument for
9 patients committed for involuntary treatment in Washington state.

10 ~~((+5))~~ (3) \$58,000 of the general fund--state appropriation for
11 fiscal year 2014 and \$27,000 of the general fund--state appropriation
12 for fiscal year 2015 are provided solely for the Washington state
13 institute for public policy to prepare an inventory of evidence-based
14 and research-based effective practices, activities, and programs for
15 use by school districts in the learning assistance program pursuant to
16 Engrossed Second Substitute Senate Bill No. 5946 (student educational
17 outcomes). The initial inventory is due by August 1, 2014, and shall
18 be updated every two years thereafter. If the bill is not enacted by
19 June 30, 2013, the amounts provided in this subsection shall lapse.

20 ~~((+6))~~ (4) \$50,000 of the general fund--state appropriation for
21 fiscal year 2014 are provided solely for the Washington state institute
22 for public policy to provide expertise to the department of corrections
23 on the implementation of programming that follows the risk needs
24 responsivity model. In consultation with the department of
25 corrections, the institute will systematically review selected programs
26 for outcome measures.

27 (5) The Washington state institute for public policy shall examine
28 the drug offender sentencing alternative for offenders sentenced to
29 residential treatment in the community. The institute shall examine
30 its effectiveness on recidivism and conduct a benefit-cost analysis.
31 The institute shall report its findings by December 1, 2014.

32 (6) \$98,000 of the general fund--state appropriation for fiscal
33 year 2015 is provided solely for the implementation of Substitute House
34 Bill No. 2610 (homeless youth population). If the bill is not enacted
35 by June 30, 2014, the amount provided in this subsection shall lapse.

36 (7) Funding provided in this section is sufficient for The
37 Evergreen State College to continue operations of the Longhouse Center
38 and the Northwest Indian applied research institute.

1 ((+9)) (8) Notwithstanding other provisions in this section, the
2 board of directors for the Washington state institute for public policy
3 may adjust due dates for projects included on the institute's 2013-2015
4 work plan as necessary to efficiently manage workload.

5 ((+10)) (9) The Evergreen State College shall not use funds
6 appropriated in this section to support intercollegiate athletics
7 programs.

8 **Sec. 610.** 2013 2nd sp.s. c 4 s 611 (uncodified) is amended to read
9 as follows:

10 **FOR WESTERN WASHINGTON UNIVERSITY**

11	General Fund--State Appropriation (FY 2014)	((\$44,542,000))
12		<u>\$44,552,000</u>
13	General Fund--State Appropriation (FY 2015)	((\$44,377,000))
14		<u>\$44,386,000</u>
15	Education Legacy Trust Account--State	
16	Appropriation	\$13,050,000
17	TOTAL APPROPRIATION	((\$101,969,000))
18		<u>\$101,988,000</u>

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

21 (1) \$1,497,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$1,498,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the expansion of computer
24 science and engineering enrollments. The university will work with the
25 education research and data center to establish program baselines and
26 demonstrate enrollment increases. By September 1, 2014, and each
27 September 1st thereafter, the university shall provide a report that
28 provides the specific detail on how these amounts were spent in the
29 preceding fiscal year, including but not limited to the cost per
30 student, student completion rates, and the number of low-income
31 students enrolled in each program, any process changes or best-
32 practices implemented by the college, and how many students are
33 enrolled in computer science and engineering programs above the 2012-
34 2013 academic year baseline.

35 (2) Western Washington University shall not use funds appropriated
36 in this section to support intercollegiate athletics programs.

1 **Sec. 611.** 2013 2nd sp.s. c 4 s 612 (uncodified) is amended to read
2 as follows:

3 **FOR THE STUDENT ACHIEVEMENT COUNCIL--POLICY COORDINATION AND**
4 **ADMINISTRATION**

5	General Fund--State Appropriation (FY 2014)	((\$5,307,000))
6		<u>\$5,320,000</u>
7	General Fund--State Appropriation (FY 2015)	((\$5,318,000))
8		<u>\$5,403,000</u>
9	General Fund--Federal Appropriation	\$4,817,000
10	TOTAL APPROPRIATION	((\$15,442,000))
11		<u>\$15,540,000</u>

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

14 (1) The student achievement council is authorized to increase or
15 establish fees for initial degree authorization, degree authorization
16 renewal, degree authorization reapplication, new program applications,
17 and new site applications pursuant to RCW 28B.85.060.

18 (2) \$50,000 of the general fund--state appropriation for fiscal
19 year 2015 is provided solely for the student achievement council to
20 convene a task force of representatives from the four-year institutions
21 of higher education and the state board for community and technical
22 colleges in consultation with the office of financial management. The
23 council shall also invite other independent research organizations and
24 experts to participate. The task force shall provide a report to the
25 legislature by December 1, 2014, including a series of strategy options
26 for future directions in tuition, state higher education funding, and
27 student aid policy in order to support the postsecondary certificate,
28 credential, and degree production goals set forth in the council's ten-
29 year roadmap report prepared under RCW 28B.77.020. The task force
30 shall focus on affordability and access for low-income and other
31 populations that have been historically underrepresented in higher
32 education, as well as students who do not have access to traditional
33 need-based aid. The task force must consider the full range of
34 financial aid, tuition waivers, and work study programs, projections
35 for high school graduates and the demography of this student
36 population, and the counseling and other student support measures
37 needed to assure the cost-effective investment of state funding toward
38 high levels of student success in light of the evolving needs of the

1 state for growing numbers of increasingly educated citizens. The task
2 force must report its progress to the joint higher education committee
3 at intervals during the work program. The taskforce shall work in
4 coordination with the work group created in Engrossed Substitute Senate
5 Bill No. 6436 (college bound scholarship).

6 (3) \$17,000 of the general fund--state appropriation for fiscal
7 year 2015 is provided solely for the implementation of House Bill No.
8 2285 (dual credit coursework). If the bill is not enacted by June 30,
9 2014, the amount provided in this subsection shall lapse.

10 **Sec. 612.** 2013 2nd sp.s. c 4 s 613 (uncodified) is amended to read
11 as follows:

12 **FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL**
13 **ASSISTANCE**

14	General Fund--State Appropriation (FY 2014)	((\$245,122,000))
15		<u>\$245,124,000</u>
16	General Fund--State Appropriation (FY 2015)	((\$244,674,000))
17		<u>\$244,676,000</u>
18	General Fund--Federal Appropriation	((\$11,648,000))
19		<u>\$11,655,000</u>
20	General Fund--Private/Local Appropriation	((\$34,000))
21		<u>\$334,000</u>
22	Education Legacy Trust Account--State Appropriation . .	((\$36,036,000))
23		<u>\$54,297,000</u>
24	Washington Opportunity Pathways Account--State	
25	Appropriation	((\$147,000,000))
26		<u>\$141,000,000</u>
27	TOTAL APPROPRIATION	((\$684,514,000))
28		<u>\$697,086,000</u>

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

31 (1) \$237,454,000 of the general fund--state appropriation for
32 fiscal year 2014, \$237,455,000 of the general fund--state appropriation
33 for fiscal year 2015, \$6,000,000 of the education legacy trust
34 account--state appropriation, and ((~~\$147,000,000~~)) \$141,000,000 of the
35 Washington opportunity pathways account--state appropriation are
36 provided solely for student financial aid payments under the state need
37 grant and state work study programs including up to four percent

1 administrative allowance for the state work study program. Of the
2 amounts provided in this subsection, \$100,000 of the general fund--
3 state appropriation for fiscal year 2015 is provided solely for the
4 council to develop an alternative financial aid application system to
5 implement Senate Bill No. 6523 (higher education opportunities).

6 (2) Changes made to the state need grant program in the 2011-2013
7 fiscal biennium are continued in the 2013-2015 fiscal biennium
8 including aligning increases in awards given to private institutions
9 with the annual tuition increases for public research institutions or
10 the private institution's average annual tuition increase experience of
11 3.5 percent per year, whichever is less, and reducing the awards for
12 students who first enrolled as a new student in for-profit institutions
13 as of the 2011-2012 academic year or thereafter by fifty percent,
14 except that one-half of the fifty percent reduction shall be restored
15 on July 1, 2013, for students attending regionally accredited for-
16 profit institutions.

17 (3) Changes made to the state work study program in the 2009-2011
18 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal
19 biennium including maintaining the increased required employer share of
20 wages; adjusted employer match rates; discontinuation of nonresident
21 student eligibility for the program; and revising distribution methods
22 to institutions by taking into consideration other factors such as off-
23 campus job development, historical utilization trends, and student
24 need.

25 (4) Within the funds appropriated in this section, eligibility for
26 the state need grant shall include students with family incomes at or
27 below 70 percent of the state median family income (MFI), adjusted for
28 family size, and shall include students enrolled in three to five
29 credit-bearing quarter credits, or the equivalent semester credits.
30 Awards for all students shall be adjusted by the estimated amount by
31 which Pell grant increases exceed projected increases in the
32 noninstructional costs of attendance. Awards for students with incomes
33 between 51 and 70 percent of the state median shall be prorated at the
34 following percentages of the award amount granted to those with incomes
35 below 51 percent of the MFI: 70 percent for students with family
36 incomes between 51 and 55 percent MFI; 65 percent for students with
37 family incomes between 56 and 60 percent MFI; 60 percent for students

1 with family incomes between 61 and 65 percent MFI; and 50 percent for
2 students with family incomes between 66 and 70 percent MFI.

3 (5)(a) Students who are eligible for the college bound scholarship
4 shall be given priority for the state need grant program if the
5 students have applied by the institution's priority financial aid
6 deadline and have completed their financial aid file in a timely
7 manner. These eligible college bound students whose family incomes are
8 in the 0-65 median family income ranges shall be awarded the maximum
9 state need grant for which they are eligible under state policies and
10 may not be denied maximum state need grant funding due to institutional
11 policies or delayed awarding of college bound scholarship students.

12 (b) In calculating the college bound award, public institutions of
13 higher education shall be subject to the conditions and limitations in
14 RCW 28B.15.102 and shall not utilize college bound funds to offset
15 tuition costs from rate increases in excess of levels authorized in
16 section 603, chapter 50, Laws of 2011 and those assumed in section 602
17 or 603 of this act.

18 (6) (~~(\$36,036,000)~~) \$48,297,000 of the education legacy trust
19 account--state appropriation is provided solely for the college bound
20 scholarship program and may support scholarships for summer session.
21 This amount assumes that college bound scholarship recipients will
22 receive priority for state need grant awards in fiscal year 2014 and
23 fiscal year 2015. If this policy of prioritization is not fully
24 achieved, it is the intent of this legislation to provide supplemental
25 appropriations in the 2014 supplemental operating budget.

26 (7) \$2,236,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$2,236,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the passport to college
29 program. The maximum scholarship award shall be \$5,000. The board
30 shall contract with a nonprofit organization to provide support
31 services to increase student completion in their postsecondary program
32 and shall, under this contract, provide a minimum of \$500,000 in fiscal
33 years 2014 and 2015 for this purpose.

34 (8) The amounts provided in this section are sufficient for
35 implementation of Engrossed Second Substitute House Bill No. 2694
36 (higher ed/low-income students).

37 (9) In developing the skilled and educated workforce report
38 pursuant to RCW 28B.77.080(3), the council shall use the bureau of

1 labor statistics analysis of the education and training requirements of
2 occupations, in addition to any other method the council may choose to
3 use, to assess the number and type of higher education and training
4 credentials required to match employer demand for a skilled and
5 educated workforce.

6 **Sec. 613.** 2013 2nd sp.s. c 4 s 614 (uncodified) is amended to read
7 as follows:

8 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

9	General Fund--State Appropriation (FY 2014)	((\$1,582,000))
10		<u>\$1,556,000</u>
11	General Fund--State Appropriation (FY 2015)	((\$1,478,000))
12		<u>\$1,464,000</u>
13	General Fund--Federal Appropriation	((\$54,260,000))
14		<u>\$54,823,000</u>
15	<u>General Fund--Private/Local</u>	<u>\$44,000</u>
16	TOTAL APPROPRIATION	((\$57,320,000))
17		<u>\$57,887,000</u>

18 The appropriations in this section are subject to the following
19 conditions and limitations: For the 2013-2015 fiscal biennium the
20 board shall not designate recipients of the Washington award for
21 vocational excellence or recognize them at award ceremonies as provided
22 in RCW 28C.04.535.

23 **Sec. 614.** 2013 2nd sp.s. c 4 s 615 (uncodified) is amended to read
24 as follows:

25 **FOR THE DEPARTMENT OF EARLY LEARNING**

26	General Fund--State Appropriation (FY 2014)	((\$34,253,000))
27		<u>\$30,609,000</u>
28	General Fund--State Appropriation (FY 2015)	((\$48,689,000))
29		<u>\$49,940,000</u>
30	General Fund--Federal Appropriation	((\$293,652,000))
31		<u>\$295,427,000</u>
32	<u>General Fund--Private/Local</u>	<u>\$50,000</u>
33	Opportunity Pathways Account--State Appropriation	\$80,000,000
34	Home Visiting Services Account--State Appropriation	\$2,868,000
35	Home Visiting Services Account--Federal Appropriation	((\$22,756,000))
36		<u>\$22,757,000</u>

1	Children's Trust Account--State Appropriation	\$180,000
2	TOTAL APPROPRIATION	(\$482,398,000)
3		<u>\$481,831,000</u>

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

6 (1) \$20,229,000 of the general fund--state appropriation for fiscal
7 year 2014, \$36,474,000 of the general fund--state appropriation for
8 fiscal year 2015, and \$80,000,000 of the opportunity pathways account
9 appropriation are provided solely for the early childhood education
10 assistance program services. Of these amounts, \$10,284,000 is a
11 portion of the biennial amount of state maintenance of effort dollars
12 required to receive federal child care and development fund grant
13 dollars.

14 (2) \$638,000 of the general fund--state appropriation for fiscal
15 year 2014, and \$638,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for child care resource and
17 referral network services.

18 (3) \$200,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$200,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely to develop and provide culturally
21 relevant supports for parents, family, and other caregivers.

22 (4) The department is the lead agency for and recipient of the
23 federal child care and development fund grant. Amounts within this
24 grant shall be used to fund child care licensing, quality initiatives,
25 agency administration, and other costs associated with child care
26 subsidies. The department shall transfer a portion of this grant to
27 the department of social and health services to fund the child care
28 subsidies paid by the department of social and health services on
29 behalf of the department of early learning.

30 (5) \$1,434,000 of the general fund--state appropriation for fiscal
31 year 2014, \$1,434,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for expenditure into the home
33 visiting services account. This funding is intended to meet federal
34 maintenance of effort requirements and to secure private matching
35 funds.

36 (6)(a) \$153,717,000 of the general fund--federal appropriation is
37 provided solely for the working connections child care program under
38 RCW 43.215.135.

1 (b) In addition to groups that were given prioritized access to the
2 working connections child care program effective March 1, 2011, the
3 department shall also give prioritized access into the program to
4 families in which a parent of a child in care is a minor who is not
5 living with a parent or guardian and who is a full-time student in a
6 high school that has a school-sponsored on-site child care center.

7 (c) Within the amounts provided in (a) of this subsection, the
8 department is authorized to serve up to 20 percent of the working
9 connections households through contracted slots. The department may
10 achieve this by contracting with the working connections child care
11 providers and with early childhood education assistance program
12 providers to braid funding between working connection child care
13 program and the education assistance program to support a full-day
14 preschool experience for eligible children.

15 (7) Within available amounts, the department in consultation with
16 the office of financial management and the department of social and
17 health services shall report quarterly enrollments and active caseload
18 for the working connections child care program to the legislative
19 fiscal committees and the legislative-executive WorkFirst oversight
20 task force. The report shall also identify the number of cases
21 participating in both temporary assistance for needy families and
22 working connections child care. The department must also report on the
23 number of children served through contracted slots.

24 (8) (~~(\$1,025,000)~~) \$1,194,000 of the general fund--state
25 appropriation for fiscal year 2014, (~~(\$1,025,000)~~) \$1,738,000 of the
26 general fund--state appropriation for fiscal year 2015, and \$13,424,000
27 of the general fund--federal appropriation are provided solely for the
28 seasonal child care program. If federal sequestration cuts are
29 realized, cuts to the seasonal child care program must be proportional
30 to other federal reductions made within the department.

31 (9) (~~(\$3,572,000)~~) \$4,438,000 of the general fund--state
32 appropriation for fiscal year 2014, (~~(\$2,522,000)~~) \$4,674,000 of the
33 general fund--state appropriation for fiscal year 2015, and
34 (~~(\$4,304,000)~~) \$236,000 of the general fund--federal appropriation are
35 provided solely for the medicaid treatment child care (MTCC) program.
36 The department shall contract for MTCC services to provide therapeutic
37 child care and other specialized treatment services to abused,
38 neglected, at-risk, and/or drug-affected children. Priority for

1 services shall be given to children referred from the department of
2 social and health services children's administration. In addition to
3 referrals made by children's administration, the department shall
4 authorize services for children referred to the MTCC program, as long
5 as the children meet the eligibility requirements as outlined in the
6 Washington state plan for the MTCC program.

7 (a) Of the amounts appropriated in this subsection, \$60,000 per
8 fiscal year may be used by the department for administering the MTCC
9 program, if needed.

10 (b) Of the amounts provided in this subsection, (~~(\$1,050,000)~~)
11 \$1,916,000 of the general fund--state appropriation for fiscal year
12 2014 is provided solely to continue providing services in the event of
13 losing federal funding for the MTCC program. To the extent that the
14 moneys provided in this subsection (9)(b) are not necessary for this
15 purpose, the amounts provided shall lapse.

16 (10) \$150,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$150,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for a contract with a nonprofit
19 entity experienced in the provision of promoting early literacy for
20 children through pediatric office visits.

21 (11) \$721,000 of the general fund--state appropriation for fiscal
22 year 2014 is provided solely for the department to complete development
23 work of the electronic benefits transfer system.

24 (12) (~~(\$793,000)~~) \$221,000 of the general fund--state appropriation
25 for fiscal year 2014 and (~~(\$796,000)~~) \$1,233,577 of the general fund--
26 state appropriation for fiscal year 2015 are provided solely for
27 implementation of an electronic benefits transfer system. To the
28 maximum extent possible, the department shall work to integrate this
29 system with the department of social and health services payment
30 system. The amounts provided in this subsection are conditioned on the
31 department satisfying the requirements of the project management
32 oversight standards and policies established by the office of the chief
33 information officer.

34 (13) \$32,000 of the general fund--state appropriation for fiscal
35 year 2014 is provided solely for implementation of Second Substitute
36 Senate Bill No. 5595 (child care reform). If the bill is not enacted
37 by June 30, 2013, the amounts provided in this subsection shall lapse.

1 (14)(a)(i) The department of early learning is required to provide
2 to the education research and data center, housed at the office of
3 financial management, data on all state-funded early childhood
4 programs. These programs include the early support for infants and
5 toddlers, early childhood education and assistance program (ECEAP), and
6 the working connections and seasonal subsidized childcare programs
7 including license exempt facilities or family, friend, and neighbor
8 care. The data provided by the department to the education research
9 data center must include information on children who participate in
10 these programs, including their name and date of birth, and dates the
11 child received services at a particular facility.

12 (ii) The ECEAP early learning professionals must enter
13 qualifications into the department's professional development registry
14 during the 2013-14 school year. By October 2015, the department must
15 provide ECEAP early learning professional data to the education
16 research data center.

17 (iii) The department must request federally funded head start
18 programs to voluntarily provide data to the department and the
19 education research data center that is equivalent to what is being
20 provided for state-funded programs.

21 (iv) The education research and data center must provide a report
22 on early childhood program participation and K-12 outcomes to the house
23 of representatives appropriations committee and the senate ways and
24 means committee using available data by November 2013 for the school
25 year ending in 2012 and again in March 2014 for the school year ending
26 in 2013.

27 (b) The department, in consultation with the department of social
28 and health services, must withhold payment for services to early
29 childhood programs that do not report on the name, date of birth, and
30 the dates a child received services at a particular facility.

31 (15) Appropriations in this section are sufficient for the
32 department to maintain the early achievers program, improve program
33 data collection and evaluation, implement contracted child care slots,
34 continue the early childhood education and assistance program
35 expansion, and develop a single set of licensing standards for child
36 care and early childhood education and assistance programs pursuant to
37 Engrossed Second Substitute House Bill No. 2377 (early care and
38 education).

1 **Sec. 615.** 2013 2nd sp.s. c 4 s 616 (uncodified) is amended to read
2 as follows:

3 **FOR THE STATE SCHOOL FOR THE BLIND**

4	General Fund--State Appropriation (FY 2014)	((\$6,032,000))
5		<u>\$5,975,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$5,805,000))
7		<u>\$5,951,000</u>
8	General Fund--Private/Local Appropriation	\$15,000
9	TOTAL APPROPRIATION	((\$11,852,000))
10		<u>\$11,941,000</u>

11 **Sec. 616.** 2013 2nd sp.s. c 4 s 617 (uncodified) is amended to read
12 as follows:

13 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**
14 **LOSS**

15	General Fund--State Appropriation (FY 2014)	((\$8,615,000))
16		<u>\$8,764,000</u>
17	General Fund--State Appropriation (FY 2015)	((\$8,591,000))
18		<u>\$8,739,000</u>
19	TOTAL APPROPRIATION	((\$17,206,000))
20		<u>\$17,503,000</u>

21 **Sec. 617.** 2013 2nd sp.s. c 4 s 618 (uncodified) is amended to read
22 as follows:

23 **FOR THE WASHINGTON STATE ARTS COMMISSION**

24	General Fund--State Appropriation (FY 2014)	((\$1,125,000))
25		<u>\$1,093,000</u>
26	General Fund--State Appropriation (FY 2015)	((\$1,101,000))
27		<u>\$1,120,000</u>
28	General Fund--Federal Appropriation	\$2,074,000
29	General Fund--Private/Local Appropriation	((\$12,000))
30		<u>\$31,000</u>
31	TOTAL APPROPRIATION	((\$4,312,000))
32		<u>\$4,318,000</u>

33 **Sec. 618.** 2013 2nd sp.s. c 4 s 619 (uncodified) is amended to read
34 as follows:

1 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

2	General Fund--State Appropriation (FY 2014)	((\$2,123,000))
3		<u>\$2,134,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$2,150,000))
5		<u>\$2,159,000</u>
6	TOTAL APPROPRIATION	((\$4,273,000))
7		<u>\$4,293,000</u>

8 The appropriations in this section are subject to the following
9 conditions and limitations: The Washington state historical society
10 shall operate the state capital historical museum as a heritage
11 outreach center. The structure is to be used to support the mission of
12 the society, including but not limited to leasing of the building, the
13 proceeds of which shall be retained by the society as a source of
14 funding for mission-related activities.

15 **Sec. 619.** 2013 2nd sp.s. c 4 s 620 (uncodified) is amended to read
16 as follows:

17 **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

18	General Fund--State Appropriation (FY 2014)	((\$1,600,000))
19		<u>\$1,624,000</u>
20	General Fund--State Appropriation (FY 2015)	((\$1,530,000))
21		<u>\$1,612,000</u>
22	TOTAL APPROPRIATION	((\$3,130,000))
23		<u>\$3,236,000</u>

(End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 2013 2nd sp.s. c 4 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 2014)	(\$741,362,000)	
		<u>\$812,140,000</u>
General Fund--State Appropriation (FY 2015)	(\$1,060,322,000)	
		<u>\$991,532,000</u>
State Building Construction Account--State		
Appropriation	(\$4,297,000)	
		<u>\$8,164,000</u>
Columbia River Basin Water Supply Development		
Account--State Appropriation	(\$269,000)	
		<u>\$473,000</u>
State Taxable Building Construction Account--State		
Appropriation	(\$211,000)	
		<u>\$2,621,000</u>
Debt-Limit Reimbursable Bond Retire Account--State		
Appropriation	\$2,320,000	
<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>		
<u>Appropriation</u>		<u>\$1,000</u>
<u>Columbia River Basin Taxable Bond Water Supply</u>		
<u>Development Account--State Appropriation</u>		<u>\$182,000</u>
TOTAL APPROPRIATION	(\$1,808,781,000)	
		<u>\$1,817,433,000</u>

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2014 shall be expended into the debt-limit general fund bond retirement account by June 30, 2014.

1 **Sec. 702.** 2013 2nd sp.s. c 4 s 702 (uncodified) is amended to read
2 as follows:

3 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
4 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**
5 **BE REIMBURSED BY ENTERPRISE ACTIVITIES**

6	Accident Account--State Appropriation	((\$4,138,000))
7		<u>\$4,139,000</u>
8	Medical Aid Account--State Appropriation	((\$4,138,000))
9		<u>\$4,139,000</u>
10	TOTAL APPROPRIATION	((\$8,276,000))
11		<u>\$8,278,000</u>

12 **Sec. 703.** 2013 2nd sp.s. c 4 s 703 (uncodified) is amended to read
13 as follows:

14 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
15 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**
16 **BE REIMBURSED AS PRESCRIBED BY STATUTE**

17	General Fund--State Appropriation (FY 2014)	\$25,636,000
18	General Fund--State Appropriation (FY 2015)	((\$16,102,000))
19		<u>\$16,103,000</u>
20	Nondebt-Limit Reimbursable Bond Retirement Account--State	
21	Appropriation	((\$140,215,000))
22		<u>\$139,953,000</u>
23	TOTAL APPROPRIATION	((\$181,953,000))
24		<u>\$181,692,000</u>

25 The appropriations in this section are subject to the following
26 conditions and limitations: The general fund appropriation is for
27 expenditure into the nondebt-limit general fund bond retirement
28 account. The entire general fund--state appropriation for fiscal year
29 2014 shall be expended into the nondebt-limit general fund bond
30 retirement account by June 30, 2014.

31 **Sec. 704.** 2013 2nd sp.s. c 4 s 704 (uncodified) is amended to read
32 as follows:

33 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
34 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

35	General Fund--State Appropriation (FY 2014)	((\$1,726,000))
36		<u>\$1,401,000</u>

1	General Fund--State Appropriation (FY 2015)	((\$1,726,000))
2		<u>\$1,401,000</u>
3	State Building Construction Account--State	
4	Appropriation	((\$867,000))
5		<u>\$2,156,000</u>
6	Columbia River Basin Water Supply Development	
7	Account--State Appropriation	((\$57,000))
8		<u>\$66,000</u>
9	State Taxable Building Construction Account--State	
10	Appropriation	((\$45,000))
11		<u>\$324,000</u>
12	<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
13	<u>Appropriation</u>	<u>\$1,000</u>
14	<u>Columbia River Basin Taxable Bond Water Supply</u>	
15	<u>Development Account--State Appropriation</u>	<u>\$18,000</u>
16	TOTAL APPROPRIATION	((\$4,421,000))
17		<u>\$5,367,000</u>

18 **Sec. 705.** 2013 2nd sp.s. c 4 s 710 (uncodified) is amended to read
19 as follows:

20 **FOR THE STATE TREASURER--COUNTY PUBLIC HEALTH ASSISTANCE**

21	General Fund--State Appropriation (FY 2014)	\$36,386,000
22	General Fund--State Appropriation (FY 2015)	\$36,386,000
23	TOTAL APPROPRIATION	\$72,772,000

24 The appropriations in this section are subject to the following
25 conditions and limitations: The state treasurer shall distribute the
26 appropriations to the following counties and health districts in the
27 amounts designated to support public health services, including public
28 health nursing:

29	Health District	FY 2014	FY 2015	2013-15
30				Biennium
31	Adams County Health District	\$121,213	\$121,213	\$242,426
32	Asotin County Health District	\$159,890	\$159,890	\$319,780
33	Benton-Franklin Health District	\$1,614,337	\$1,614,337	\$3,228,674
34	Chelan-Douglas Health District	\$399,634	\$399,634	\$799,268

1	Clallam County Health and Human Services	\$291,401	\$291,401	\$582,802
2	Department			
3	Clark County Health District	\$1,767,341	\$1,767,341	\$3,534,682
4	Skamania County Health Department	\$111,327	\$111,327	\$222,654
5	Columbia County Health District	\$119,991	\$119,991	\$239,982
6	Cowlitz County Health Department	\$477,981	\$477,981	\$955,962
7	Garfield County Health District	\$93,154	\$93,154	\$186,308
8	Grant County Health District	\$297,761	\$297,762	\$595,523
9	Grays Harbor Health Department	\$335,666	\$335,666	\$671,332
10	Island County Health Department	\$255,224	\$225,224	\$510,448
11	Jefferson County Health and Human Services	\$184,080	\$184,080	\$368,160
12	Seattle-King County Department of Public Health	\$10,558,598	(\$10,558,598)	(\$21,117,196)
13			<u>\$12,685,521</u>	<u>\$23,244,119</u>
14	Bremerton-Kitsap County Health District	\$997,476	\$997,476	\$1,994,952
15	Kittitas County Health Department	\$198,979	\$198,979	\$397,958
16	Klickitat County Health Department	\$153,784	\$153,784	\$307,568
17	Lewis County Health Department	\$263,134	\$263,134	\$526,268
18	Lincoln County Health Department	\$113,917	\$113,917	\$227,834
19	Mason County Department of Health Services	\$227,448	\$227,448	\$454,896
20	Okanogan County Health District	\$169,882	\$169,882	\$339,764
21	Pacific County Health Department	\$169,075	\$169,075	\$338,150
22	Tacoma-Pierce County Health Department	\$4,143,169	\$4,143,169	\$8,286,338
23	San Juan County Health and Community Services	\$2,253,493	(\$2,253,493)	(\$4,506,986)
24			<u>\$126,569</u>	<u>\$2,380,062</u>
25	Skagit County Health Department	\$449,745	\$449,745	\$899,490
26	Snohomish Health District	\$3,433,291	\$3,433,291	\$6,866,582
27	Spokane County Health District	\$2,877,318	\$2,877,318	\$5,574,636
28	Northeast Tri-County Health District	\$249,303	\$249,303	\$498,606
29	Thurston County Health Department	\$1,046,897	\$1,046,897	\$2,093,794
30	Wahkiakum County Health Department	\$93,181	(\$9,180)	(\$186,361)
31			<u>\$93,181</u>	<u>\$186,362</u>
32	Walla Walla County-City Health Department	\$302,173	\$302,173	\$604,346
33	Whatcom County Health Department	\$1,214,301	\$1,214,301	\$2,428,602
34	Whitman County Health Department	\$189,355	\$189,355	\$378,710
35	Yakima Health District	\$1,052,482	\$1,052,482	\$2,104,964
36				
37	TOTAL APPROPRIATIONS	\$36,386,001	\$36,386,001	\$72,772,002

1 NEW SECTION. Sec. 706. A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR SUNDRY CLAIMS**

4 The following sums, or so much thereof as may be necessary, are
5 appropriated from the general fund for fiscal year 2014, unless
6 otherwise indicated, for relief of various individuals, firms, and
7 corporations for sundry claims. These appropriations are to be
8 disbursed on vouchers approved by the director of the department of
9 enterprise services, except as otherwise provided, for reimbursement of
10 criminal defendants acquitted on the basis of self-defense, pursuant to
11 RCW 9A.16.110, as follows:

- 12 (1) Tony M. Noble, claim number 99970075 \$5,670
- 13 (2) Patrick Earl, claim number 99970076 \$2,799
- 14 (3) Stephen J. Felice, claim number 99970076 \$17,275
- 15 (4) Michael Felice, claim number 99970076 \$93,809
- 16 (5) Noe Angel Aranda Hernandez, claim number 99970077 . . . \$12,500
- 17 (6) Anderson Durham, claim number 99970071 \$11,000
- 18 (7) Chase Balzer, claim number 99970078 \$5,953
- 19 (8) Kent Wescott, claim number 99970079 \$13,447
- 20 (9) Tommy Villanueva, claim number 99970080 \$70,099

21 NEW SECTION. Sec. 707. A new section is added to 2013 2nd sp.s.
22 c 4 (uncodified) to read as follows:

23 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--CONTRIBUTIONS FOR STATE**
24 **EMPLOYEE HEALTH INSURANCE**

25	General Fund--State Appropriation (FY 2015)	(\$62,932,000)
26	General Fund--Federal Appropriation	(\$9,175,000)
27	General Fund--Local Appropriation	(\$1,177,000)
28	Other Dedicated Funds Appropriations	(\$15,698,000)
29	TOTAL APPROPRIATION	(\$88,982,000)

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

- 32 (1) The appropriations in this section are provided solely to
33 reduce agency and institution appropriations to reflect the reductions
34 in the state employer funding rate for health insurance, and decreased
35 employer health insurance costs consistent with the contribution rates
36 included in sections 901, 902, and 904 of this act.

1 (2) To facilitate the transfer of moneys from dedicated funds and
2 accounts, the state treasurer shall transfer sufficient moneys from
3 each dedicated fund or account in accordance with LEAP document H010
4 dated February 22, 2014, and schedules provided by the office of
5 financial management. The office shall reduce allotments for all
6 agencies to reflect these savings.

7 NEW SECTION. **Sec. 708.** A new section is added to 2013 2nd sp.s.
8 c 4 (uncodified) to read as follows:

9 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--THURSTON COUNTY CAPITAL**
10 **FACILITIES ACCOUNT**

11 General Fund--State Appropriation (FY 2014) \$900,000

12 The appropriation in this section is subject to the following
13 conditions and limitations: The appropriation in this section is
14 provided solely for expenditure into the Thurston county capital
15 facilities account--state.

16 NEW SECTION. **Sec. 709.** A new section is added to 2013 2nd sp.s.
17 c 4 (uncodified) to read as follows:

18 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PARKLAND TRUST REVOLVING**
19 **ACCOUNT**

20 General Fund--State Appropriation (FY 2014) \$639,000

21 The appropriation in this section is subject to the following
22 conditions and limitations: The appropriation in this section is
23 provided solely for expenditure into the Parkland trust revolving
24 account--state.

25 NEW SECTION. **Sec. 710.** A new section is added to 2013 2nd sp.s.
26 c 4 (uncodified) to read as follows:

27 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**
28 **COSTS**

29 General Fund--State Appropriation (FY 2014) \$343,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: The director of financial management shall
32 distribute funds to Clallam county for extraordinary criminal justice
33 costs.

1 NEW SECTION. **Sec. 711.** A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMON SCHOOL CONSTRUCTION**
4 **ACCOUNT**

5 General Fund--State Appropriation (FY 2015) \$444,000

6 The appropriation in this section is subject to the following
7 conditions and limitations: The appropriation in this section is
8 provided solely for expenditure into the common school construction
9 account--state on July 1, 2015, for an interest payment pursuant to RCW
10 90.38.130.

11 NEW SECTION. **Sec. 712.** A new section is added to 2013 2nd sp.s.
12 c 4 (uncodified) to read as follows:

13 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--NATURAL RESOURCES REAL**
14 **PROPERTY REPLACEMENT ACCOUNT**

15 General Fund--State Appropriation (FY 2015) \$222,000

16 The appropriation in this section is subject to the following
17 conditions and limitations: The appropriation in this section is
18 provided solely for expenditure into the natural resources real
19 property replacement account--state on July 1, 2015, for an interest
20 payment pursuant to RCW 90.38.130.

21 NEW SECTION. **Sec. 713.** 2013 2nd sp.s. c 4 s 720 (uncodified) is
22 repealed.

23 NEW SECTION. **Sec. 714.** A new section is added to 2013 2nd sp.s.
24 c 4 (uncodified) to read as follows:

25 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF ATTORNEY GENERAL**

26 General Fund--State Appropriation (FY 2014) \$994,000
27 General Fund--State Appropriation (FY 2015) \$994,000
28 General Fund--Federal Appropriation \$636,000
29 Other Appropriated Funds \$2,284,000
30 TOTAL APPROPRIATION \$4,908,000

31 The appropriations in this section are subject to the following
32 conditions and limitations: The appropriations in this section reflect
33 increases in agency appropriations related to corresponding increases
34 in the office of the attorney general's billing authority. The office

1 of financial management shall increase allotments in the amounts
2 specified, and to the state agencies specified in LEAP omnibus document
3 92E1-2014, dated February 22, 2014, and adjust appropriation schedules
4 accordingly.

5 NEW SECTION. **Sec. 715.** A new section is added to 2013 2nd sp.s.
6 c 4 (uncodified) to read as follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF THE CHIEF**
8 **INFORMATION OFFICER**

9	General Fund--State Appropriation (FY 2015)	\$67,000
10	General Fund--Federal Appropriation	\$13,000
11	General Fund--Local/Private Appropriation	\$2,000
12	Other Appropriated Funds	\$36,000
13	TOTAL APPROPRIATION	\$118,000

14 The appropriations in this section are subject to the following
15 conditions and limitations: The appropriations in this section reflect
16 increases in agency appropriations related to corresponding increases
17 in the office of the chief information officer's billing authority.
18 The office of financial management shall increase allotments in the
19 amounts specified, and to the state agencies specified in LEAP omnibus
20 document 92F-2014, dated February 24, 2014, and adjust appropriation
21 schedules accordingly.

22 NEW SECTION. **Sec. 716.** A new section is added to 2013 2nd sp.s.
23 c 4 (uncodified) to read as follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF ADMINISTRATIVE**
25 **HEARINGS**

26	Minority and Business Account--State Appropriation	\$67,000
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27 The appropriation in this section is subject to the following
28 conditions and limitations: The appropriation in this section reflects
29 increases in agency appropriations related to the office of
30 administrative hearings. The office of financial management shall
31 increase allotments in the amounts specified, and to the state agencies
32 specified in LEAP omnibus document 92G-2014, dated February 24, 2014,
33 and adjust appropriation schedules accordingly.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2013 2nd sp.s. c 4 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 ((~~\$8,248,000~~))
\$8,591,000

General Fund Appropriation for public utility district excise tax distributions ((~~\$50,894,000~~))
\$53,709,000

General Fund Appropriation for prosecuting attorney distributions ((~~\$6,068,000~~))
\$5,985,000

General Fund Appropriation for boating safety and education distributions \$4,000,000

General Fund Appropriation for other tax distributions \$65,000

General Fund Appropriation for habitat conservation program distributions ((~~\$3,000,000~~))
\$3,154,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies \$3,158,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution \$146,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((~~\$72,120,000~~))
\$76,932,000

County Criminal Justice Assistance Appropriation ((~~\$78,983,000~~))
\$78,861,000

Municipal Criminal Justice Assistance Appropriation ((~~\$30,550,000~~))
\$30,519,000

City-County Assistance Account Appropriation

1	for local government financial assistance	
2	distribution	((\$17,134,000))
3		<u>\$19,584,000</u>
4	Liquor Excise Tax Account Appropriation for liquor	
5	excise tax distribution	((\$24,744,000))
6		<u>\$23,906,000</u>
7	Streamlined Sales and Use Tax Mitigation Account	
8	Appropriation for distribution to local taxing	
9	jurisdictions to mitigate the unintended revenue	
10	redistribution effect of the sourcing law	
11	changes	((\$50,488,000))
12		<u>\$49,420,000</u>
13	Columbia River Water Delivery Account Appropriation for	
14	the Confederated Tribes of the Colville	
15	Reservation	((\$7,760,000))
16		<u>\$7,752,000</u>
17	Columbia River Water Delivery Account Appropriation for	
18	the Spokane Tribe of Indians	((\$5,025,000))
19		<u>\$5,011,000</u>
20	Liquor Revolving Account Appropriation for liquor	
21	profits distribution	\$98,876,000
22	TOTAL APPROPRIATION	((\$434,259,000))
23		<u>\$469,667,000</u>

24 The total expenditures from the state treasury under the
25 appropriations in this section shall not exceed the funds available
26 under statutory distributions for the stated purposes.

27 **Sec. 802.** 2013 2nd sp.s. c 4 s 802 (uncodified) is amended to read
28 as follows:

29 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
30 **ACCOUNT**

31	Impaired Driver Safety Account Appropriation	((\$2,469,000))
32		<u>\$2,409,000</u>

33 The appropriation in this section is subject to the following
34 conditions and limitations: The amount appropriated in this section
35 shall be distributed quarterly during the 2013-2015 fiscal biennium in
36 accordance with RCW 82.14.310. This funding is provided to counties
37 for the costs of implementing criminal justice legislation including,

1 but not limited to: Chapter 206, Laws of 1998 (drunk driving
2 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
3 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
4 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
5 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
6 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
7 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
8 215, Laws of 1998 (DUI provisions).

9 **Sec. 803.** 2013 2nd sp.s. c 4 s 803 (uncodified) is amended to read
10 as follows:

11 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
12 Impaired Driver Safety Account Appropriation (~~(\$1,646,000)~~)
13 \$1,606,000

14 The appropriation in this section is subject to the following
15 conditions and limitations: The amount appropriated in this section
16 shall be distributed quarterly during the 2013-2015 fiscal biennium to
17 all cities ratably based on population as last determined by the office
18 of financial management. The distributions to any city that
19 substantially decriminalizes or repeals its criminal code after July 1,
20 1990, and that does not reimburse the county for costs associated with
21 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the
22 county in which the city is located. This funding is provided to
23 cities for the costs of implementing criminal justice legislation
24 including, but not limited to: Chapter 206, Laws of 1998 (drunk
25 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter
26 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
27 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
28 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
29 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
30 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
31 215, Laws of 1998 (DUI provisions).

32 **Sec. 804.** 2013 2nd sp.s. c 4 s 804 (uncodified) is amended to read
33 as follows:

34 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**
35 General Fund Appropriation for federal flood control
36 funds distribution \$66,000

1 Tobacco Settlement Account: For transfer to the life
2 sciences discovery fund, in an amount not to exceed
3 the actual remaining amount of the annual strategic
4 contribution payment to the tobacco settlement account
5 for fiscal year 2014 \$9,515,000

6 Tobacco Settlement Account: For transfer to the life
7 sciences discovery fund, in an amount not to exceed
8 the actual remaining amount of the annual strategic
9 contribution payment to the tobacco settlement account
10 for fiscal year 2015 \$9,515,000

11 The transfer to the life sciences discovery fund is subject to the
12 following conditions:

13 (1) The life sciences discovery fund authority board of trustees
14 shall begin preparing to become a self-sustaining entity capable of
15 operating without direct state subsidy by the time the tobacco
16 strategic contribution supplemental payments end in fiscal year 2017.

17 (2) \$250,000 of the appropriation in fiscal year 2014 and \$250,000
18 of the appropriation in fiscal year 2015 are provided solely to promote
19 the development and delivery of global health technologies and
20 products.

21 (a) The life sciences discovery fund authority must either
22 administer a grant application, review, and reward process, or contract
23 with a qualified nonprofit organization for these services. State
24 moneys must be provided for grants to entities for the development,
25 production, promotion, and delivery of global health technologies and
26 products. Grant award criteria must include:

27 (i) The quality of the proposed research or the proposed technical
28 assistance in product development or production process design. Any
29 grant funds awarded for research activities must be awarded for
30 nonbasic research that will assist in the commercialization or
31 manufacture of global health technologies;

32 (ii) The potential for the grant recipient to improve global health
33 outcomes;

34 (iii) The potential for the grant to leverage additional funding
35 for the development of global health technologies and products;

36 (iv) The potential for the grant to stimulate, or promote technical
37 skills training for, employment in the development of global health
38 technologies in the state; and

1 (v) The willingness of the grant recipient, when appropriate, to
 2 enter into royalty or licensing income agreements with the authority.

3 (b) The authority, or the contractor of the authority, must report
 4 information including the types of products and research funded, the
 5 funding leveraged by the grants, and the number and types of jobs
 6 created as a result of the grants, to the economic development
 7 committees of the legislature by December 1, 2014.

8 Aquatic Lands Enhancement Account: For transfer to the
 9 geoduck aquaculture research account, \$150,000 for
 10 fiscal year 2014 and \$150,000 for fiscal year 2015 \$300,000

11 Health Benefit Exchange Account: For transfer to the
 12 state general fund for fiscal year 2015 \$21,514,000

13 Criminal Justice Treatment Account: For transfer to the
 14 state general fund, \$437,000 for fiscal year 2014
 15 and \$2,746,000 for fiscal year 2015 \$3,183,000

16 Resources Management Cost Account--Aquatics: For transfer
 17 to the marine resources stewardship trust account,
 18 \$1,850,000 for fiscal year 2014 and \$1,850,000 for
 19 fiscal year 2015 \$3,700,000

20 Legal Services Revolving Account: For transfer to the
 21 state general fund, \$976,000 for fiscal year 2014
 22 ((and \$1,477,000 for fiscal year 2015 \$2,453,000))
 23 \$976,000

24 Personnel Service Account: For transfer to the state
 25 general fund, \$733,000 for fiscal year 2014 ((and
 26 \$733,000 for fiscal year 2015 \$1,466,000))
 27 \$733,000

28 Data Processing Revolving Account: For transfer to the
 29 state general fund, \$4,069,000 for fiscal year 2014
 30 ((and \$4,070,000 for fiscal year 2015 \$8,139,000))
 31 \$4,069,000

32 Home Security Fund Account: For transfer to the
 33 transitional housing operating and rent account \$7,500,000

34 Professional Engineers' Account: For transfer to the
 35 state general fund, \$956,000 for fiscal year 2014 and
 36 \$957,000 for fiscal year 2015 \$1,913,000

37 Electrical License Account: For transfer to the state
 38 general fund, \$1,700,000 for fiscal year 2014 and

1 \$1,700,000 for fiscal year 2015 \$3,400,000
2 Business and Professions Account: For transfer to the
3 state general fund, \$1,838,000 for fiscal year 2014
4 and \$1,800,000 for fiscal year 2015 \$3,638,000
5 Energy Freedom Account: For transfer to the state
6 general fund, \$1,000,000 for fiscal year 2014
7 ((and ~~\$1,000,000 for fiscal year 2015 \$2,000,000~~))
8 \$1,000,000
9 Pollution Liability Insurance Program Trust Account:
10 For transfer to the state general fund, \$2,500,000
11 for fiscal year 2014 and \$2,500,000 for fiscal year
12 2015 \$5,000,000
13 Real Estate Commission Account: For transfer to the
14 state general fund, \$1,700,000 for fiscal year 2014
15 and \$1,700,000 for fiscal year 2015 \$3,400,000
16 State Lottery Account: For transfer to the education
17 legacy trust account, \$6,050,000 for fiscal year 2014
18 and \$6,050,000 for fiscal year 2015 \$12,100,000
19 State Toxics Control Account: For transfer to the
20 radioactive mixed waste account, \$2,000,000 for fiscal
21 year 2014 \$2,000,000
22 Energy Freedom Account: For transfer to
23 the education legacy trust account,
24 \$1,000,000 for fiscal year 2015 \$1,000,000
25 Legal Services Revolving Account: For
26 transfer to the education legacy
27 trust account, \$1,477,000 for fiscal year 2015 \$1,477,000
28 Employment Training Finance Account:
29 For transfer to the education legacy
30 trust account, \$1,000,000 for fiscal year 2015 \$1,000,000
31 Tuition Recovery Trust Account: For transfer
32 to the education legacy trust account,
33 \$1,250,000 for fiscal year 2015 \$1,250,000
34 State Treasurer's Service Account: For
35 transfer to the education legacy
36 trust account, \$10,100,000 for fiscal
37 year 2015 \$10,100,000
38 Personnel Service Account: For transfer to

1 the education legacy trust account,
2 \$733,000 for fiscal year 2015 \$733,000
3 Data Processing Revolving Account: For
4 transfer to the education legacy trust
5 account, \$4,070,000 for fiscal year 2015 \$4,070,000

(End of part)

1 domestic partner has chosen not to enroll in other employer-based group
2 health insurance that has benefits and premiums with an actuarial value
3 of not less than 95 percent of the actuarial value of the public
4 employees' benefits board plan with the largest enrollment.

5 (c) The health care authority shall deposit any moneys received on
6 behalf of the uniform medical plan as a result of rebates on
7 prescription drugs, audits of hospitals, subrogation payments, or any
8 other moneys recovered as a result of prior uniform medical plan claims
9 payments, into the public employees' and retirees' insurance account to
10 be used for insurance benefits. Such receipts shall not be used for
11 administrative expenditures.

12 (d) To the extent that the agreement between the governor and the
13 super coalition contains terms that are effective after June 30, 2015,
14 those terms exceed the fiscal biennium and are outside the bounds
15 permitted by RCW 41.80.001. Nothing in this section obligates the
16 legislature for funding after June 30, 2015.

17 (2) The health care authority, subject to the approval of the
18 public employees' benefits board, shall provide subsidies for health
19 benefit premiums to eligible retired or disabled public employees and
20 school district employees who are eligible for medicare, pursuant to
21 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
22 shall be up to \$150 per month.

23 **Sec. 902.** 2013 2nd sp.s. c 4 s 933 (uncodified) is amended to read
24 as follows:

25 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**
26 **BENEFITS**

27 Appropriations for state agencies in this act are sufficient for
28 represented employees outside the super coalition for health benefits,
29 and are subject to the following conditions and limitations:

30 (1)(a) The monthly employer funding rate for insurance benefit
31 premiums, public employees' benefits board administration, and the
32 uniform medical plan, shall not exceed \$782 per eligible employee for
33 fiscal year 2014. For fiscal year 2015 the monthly employer funding
34 rate shall not exceed (~~(\$763)~~) \$658 per eligible employee.

35 (b) In order to achieve the level of funding provided for health
36 benefits, the public employees' benefits board shall require or make
37 any or all of the following: Employee premium copayments, increases in

1 point-of-service cost sharing, the implementation of managed
2 competition, or other changes to benefits consistent with RCW
3 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
4 surcharge to the premiums due from members who use tobacco products and
5 a surcharge of not less than \$50 per month to the premiums due from
6 members who cover a spouse or domestic partner where the spouse or
7 domestic partner has chosen not to enroll in other employer-based group
8 health insurance that has benefits and premiums with an actuarial value
9 of not less than 95 percent of the actuarial value of the public
10 employees' benefits board plan with the largest enrollment.

11 (c) The health care authority shall deposit any moneys received on
12 behalf of the uniform medical plan as a result of rebates on
13 prescription drugs, audits of hospitals, subrogation payments, or any
14 other moneys recovered as a result of prior uniform medical plan claims
15 payments, into the public employees' and retirees' insurance account to
16 be used for insurance benefits. Such receipts shall not be used for
17 administrative expenditures.

18 (2) The health care authority, subject to the approval of the
19 public employees' benefits board, shall provide subsidies for health
20 benefit premiums to eligible retired or disabled public employees and
21 school district employees who are eligible for medicare, pursuant to
22 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
23 shall be up to \$150 per month.

24 **Sec. 903.** 2013 2nd sp.s. c 4 s 937 (uncodified) is amended to read
25 as follows:

26 **COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925**
27 **CHILDCARE WORKERS**

28 (1) An agreement has been reached between the governor and the
29 service employees international union local 925 under the provisions of
30 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is
31 provided for increases to health care, scholarship funding and
32 non-standard hours bonus.

33 (2) An agreement has been reached between the governor and the
34 service employees international union local 925 under the provisions of
35 chapter 41.56 RCW for fiscal year 2015. Funding is provided to
36 increase the child care subsidy rates for licensed and exempt family
37 child care providers by four percent on July 1, 2014, and another four

1 percent on January 1, 2015. Two million dollars is also provided to
2 fund an early achievers tiered reimbursement pilot project for licensed
3 family child care providers.

4 **Sec. 904.** 2013 2nd sp.s. c 4 s 939 (uncodified) is amended to read
5 as follows:

6 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS**

7 Appropriations for state agencies in this act are sufficient for
8 nonrepresented state employee health benefits for state agencies,
9 including institutions of higher education, and are subject to the
10 following conditions and limitations:

11 (1)(a) The monthly employer funding rate for insurance benefit
12 premiums, public employees' benefits board administration, and the
13 uniform medical plan, shall not exceed \$782 per eligible employee for
14 fiscal year 2014. For fiscal year 2015 the monthly employer funding
15 rate shall not exceed (~~(\$763)~~) \$658 per eligible employee.

16 (b) In order to achieve the level of funding provided for health
17 benefits, the public employees' benefits board shall require or make
18 any or all of the following: Employee premium copayments, increases in
19 point-of-service cost sharing, the implementation of managed
20 competition, or other changes to benefits consistent with RCW
21 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
22 surcharge to the premiums due from members who use tobacco products and
23 a surcharge of not less than \$50 per month to the premiums due from
24 members who cover a spouse or domestic partner where the spouse or
25 domestic partner has chosen not to enroll in other employer-based group
26 health insurance that has benefits and premiums with an actuarial value
27 of not less than 95 percent of the actuarial value of the public
28 employees' benefits board plan with the largest enrollment.

29 (c) The health care authority shall deposit any moneys received on
30 behalf of the uniform medical plan as a result of rebates on
31 prescription drugs, audits of hospitals, subrogation payments, or any
32 other moneys recovered as a result of prior uniform medical plan claims
33 payments, into the public employees' and retirees' insurance account to
34 be used for insurance benefits. Such receipts shall not be used for
35 administrative expenditures.

36 (2) The health care authority, subject to the approval of the
37 public employees' benefits board, shall provide subsidies for health

1 benefit premiums to eligible retired or disabled public employees and
2 school district employees who are eligible for medicare, pursuant to
3 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
4 shall be up to \$150 per month.

5 (3) Technical colleges, school districts, and educational service
6 districts shall remit to the health care authority for deposit into the
7 public employees' and retirees' insurance account established in RCW
8 41.05.120 the following amounts:

9 (a) For each full-time employee, \$64.40 per month beginning
10 September 1, 2013, and (~~(\$70.39)~~) \$66.70 beginning September 1, 2014;
11 and

12 (b) For each part-time employee, who at the time of the remittance
13 is employed in an eligible position as defined in RCW 41.32.010 or
14 41.40.010 and is eligible for employer fringe benefit contributions for
15 basic benefits, \$64.40 each month beginning September 1, 2013, and
16 (~~(\$70.39)~~) \$66.70 beginning September 1, 2014, prorated by the
17 proportion of employer fringe benefit contributions for a full-time
18 employee that the part-time employee receives. The remittance
19 requirements specified in this subsection (3) shall not apply to
20 employees of a technical college, school district, or educational
21 service district who purchase insurance benefits through contracts with
22 the health care authority.

23 **Sec. 905.** 2013 2nd sp.s. c 4 s 943 (uncodified) is amended to read
24 as follows:

25 **ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL**
26 **CONTRACTS**

27 (1) Financial contracts for the acquisition of the information
28 technology projects authorized in this section must be approved jointly
29 by the office of the financial management and the office of the chief
30 information officer. Information technology projects funded under this
31 section shall meet the following requirements:

32 (a) The project reduces costs and achieves economies of scale by
33 leveraging statewide investments in systems and data and other common
34 or enterprise-wide solutions within and across state agencies;

35 (b) The project begins or continues replacement of legacy
36 information technology systems and replacing these systems with modern
37 and more efficient information technology systems;

1 (c) The project improves the ability of an agency to recover from
2 major disaster;

3 (d) The project provides future savings and efficiencies for an
4 agency through reduced operating costs, improved customer service, or
5 increased revenue collections; and

6 (e) Preference for project approval must be given to an agency that
7 has prior approval from the office of the chief information officer, an
8 approved business plan, and where the primary hurdle to project funding
9 is the lack of funding capacity.

10 (2) The following state agencies may enter into financial contracts
11 to finance expenditures for the acquisition and implementation of the
12 following information technology projects for up to the respective
13 amounts indicated, plus financing expenses and required reserves
14 pursuant to chapter 39.94 RCW:

15 (a) Subject to subsection (4) of this section, (~~(\$10,000,000)~~)
16 \$13,500,000 for the department of enterprise services time, leave, and
17 attendance pilot project;

18 (b) \$3,867,000 for the Washington state patrol for continuation of
19 the mobile office platform;

20 (~~(c) (\$8,500,000 for the department of social and health services~~
21 ~~conversion to the tenth version of the world health organization's~~
22 ~~international classification of diseases;~~

23 ~~(d) \$5,558,000)~~ \$3,314,670 for the department of early learning
24 system implementation of electronic benefit transfers;

25 (~~(e)~~) (d) \$4,323,000 for the department of corrections for radio
26 infrastructure upgrades.

27 (3) The office of financial management with assistance from the
28 office of the chief information officer will report to the governor and
29 fiscal committees of the legislature by November 1st of each year on
30 the status of distributions and expenditures on information technology
31 projects and improved statewide or agency performance results achieved
32 by project funding.

33 (4) If the Washington state department of transportation enters
34 into financial contracts pursuant to chapter 39.94 RCW for the
35 acquisition and implementation of a time, leave, and labor distribution
36 system, the authorization provided to the department of enterprise
37 services in subsection (2)(a) of this section expires.

1 **Sec. 906.** RCW 28B.67.030 and 2013 2nd sp.s. c 4 s 961 are each
2 amended to read as follows:

3 (1) All payments received from a participant in the Washington
4 customized employment training program created in RCW 28B.67.020 must
5 be deposited into the employment training finance account, which is
6 hereby created in the custody of the state treasurer. Only the state
7 board for community and technical colleges may authorize expenditures
8 from the account and no appropriation is required for expenditures.
9 The money in the account must be used solely for training allowances
10 under the Washington customized employment training program created in
11 RCW 28B.67.020 and for providing up to seventy-five thousand dollars
12 per year for training, marketing, and facilitation services to increase
13 the use of the program. The deposit of payments under this section
14 from a participant ceases when the board specifies that the participant
15 has met the monetary obligations of the program. During the 2013-2015
16 fiscal biennium, the legislature may transfer from the employment
17 training finance account to the state general fund and the education
18 legacy trust account such amounts as reflect the excess fund balance in
19 the account.

20 (2) All revenue solicited and received under the provisions of RCW
21 28B.67.020(4) must be deposited into the employment training finance
22 account to provide training allowances.

23 (3) The definitions in RCW 28B.67.010 apply to this section.

24 (4) This section expires July 1, 2017.

25 **Sec. 907.** RCW 28C.10.082 and 2013 2nd sp.s. c 4 s 965 are each
26 amended to read as follows:

27 The tuition recovery trust fund is hereby established in the
28 custody of the state treasurer. The agency shall deposit in the fund
29 all moneys received under RCW 28C.10.084. Moneys in the fund may be
30 spent only for the purposes under RCW 28C.10.084. Disbursements from
31 the fund shall be on authorization of the agency. During the 2013-2015
32 fiscal biennium, the legislature may transfer from the tuition recovery
33 trust fund to the state general fund and the education legacy trust
34 account such amounts as reflect the excess fund balance in the fund.
35 The fund is subject to the allotment procedure provided under chapter
36 43.88 RCW, but no appropriation is required for disbursements.

1 **Sec. 908.** RCW 36.28A.300 and 2013 2nd sp.s. c 35 s 23 are each
2 amended to read as follows:

3 There is created a 24/7 sobriety program to be administered by the
4 (~~Washington traffic safety~~) criminal justice training commission in
5 conjunction with the Washington association of sheriffs and police
6 chiefs. The program shall coordinate efforts among various local
7 government entities for the purpose of implementing alternatives to
8 incarceration for offenders convicted under RCW 46.61.502 or 46.61.504
9 with one or more prior convictions under RCW 46.61.502 or 46.61.504.

10 **Sec. 909.** RCW 36.28A.320 and 2013 2nd sp.s. c 35 s 25 are each
11 amended to read as follows:

12 There is hereby established in the state treasury the 24/7 sobriety
13 account. The account shall be maintained and administered by the
14 (~~Washington traffic safety~~) criminal justice training commission to
15 reimburse the state for costs associated with establishing the program
16 and the Washington association of sheriffs and police chiefs for
17 ongoing program administration costs. (~~The Washington traffic~~
18 ~~safety~~) criminal justice training commission may accept for deposit in
19 the account money from donations, gifts, grants, participation fees,
20 and user fees or payments. Expenditures from the account shall be
21 budgeted through the normal budget process.

22 **Sec. 910.** RCW 41.06.280 and 2013 2nd sp.s. c 4 s 968 are each
23 amended to read as follows:

24 There is hereby created a fund within the state treasury,
25 designated as the "personnel service fund," to be used by the office of
26 financial management as a revolving fund for the payment of salaries,
27 wages, and operations required for the administration of the provisions
28 of this chapter, applicable provisions of chapter 41.04 RCW, and
29 chapter 41.60 RCW. An amount not to exceed one and one-half percent of
30 the salaries and wages for all positions in the classified service in
31 each of the agencies subject to this chapter, except the institutions
32 of higher education, shall be charged to the operations appropriations
33 of each agency and credited to the personnel service fund as the
34 allotments are approved pursuant to chapter 43.88 RCW. Subject to the
35 above limitations, the amount shall be charged against the allotments
36 pro rata, at a rate to be fixed by the director from time to time

1 which, together with income derived from services rendered under RCW
2 41.06.080, will provide the office of financial management with funds
3 to meet its anticipated expenditures during the allotment period,
4 including the training requirements in RCW 41.06.500 and 41.06.530.
5 All revenues, net of expenditures, previously derived from services
6 provided by the department of enterprise services under RCW 41.06.080
7 must be transferred to the enterprise services account.

8 The director shall fix the terms and charges for services rendered
9 by the office of financial management pursuant to RCW 41.06.080, which
10 amounts shall be credited to the personnel service fund and charged
11 against the proper fund or appropriation of the recipient of such
12 services on a monthly basis. Payment for services so rendered under
13 RCW 41.06.080 shall be made on a monthly basis to the state treasurer
14 and deposited in the personnel service fund.

15 Moneys from the personnel service fund shall be disbursed by the
16 state treasurer by warrants on vouchers duly authorized by the office
17 of financial management.

18 During the 2013-2015 fiscal biennium, the legislature may transfer
19 from the personnel service fund to the state general fund and the
20 education legacy trust account such amounts as reflect the excess fund
21 balance of the account.

22 **Sec. 911.** RCW 43.08.190 and 2013 2nd sp.s. c 4 s 973 are each
23 amended to read as follows:

24 There is hereby created a fund within the state treasury to be
25 known as the "state treasurer's service fund." Such fund shall be used
26 solely for the payment of costs and expenses incurred in the operation
27 and administration of the state treasurer's office.

28 Moneys shall be allocated monthly and placed in the state
29 treasurer's service fund equivalent to a maximum of one percent of the
30 trust and treasury average daily cash balances from the earnings
31 generated under the authority of RCW 43.79A.040 and 43.84.080 other
32 than earnings generated from investment of balances in funds and
33 accounts specified in RCW 43.79A.040(4)(c). The allocation shall
34 precede the distribution of the remaining earnings as prescribed under
35 RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a
36 uniform allocation rate for all funds and accounts; except that the
37 state treasurer may negotiate a different allocation rate with any

1 state agency that has independent authority over funds not statutorily
2 required to be held in the state treasury or in the custody of the
3 state treasurer. In no event shall the rate be less than the actual
4 costs incurred by the state treasurer's office. If no rate is
5 separately negotiated, the default rate for any funds held shall be the
6 rate set for funds held pursuant to statute.

7 During the 2009-2011 fiscal biennium and the 2011-2013 and 2013-
8 2015 fiscal biennia, the legislature may transfer from the state
9 treasurer's service fund to the state general fund such amounts as
10 reflect the excess fund balance of the fund. Additionally, during the
11 2013-2015 fiscal biennium, the legislature may transfer from the state
12 treasurer's service fund to the education legacy trust account such
13 amounts as reflect the excess balance of the fund.

14 **Sec. 912.** RCW 43.10.150 and 2013 2nd sp.s. c 4 s 975 are each
15 amended to read as follows:

16 A legal services revolving fund is hereby created in the state
17 treasury for the purpose of a centralized funding, accounting, and
18 distribution of the actual costs of the legal services provided to
19 agencies of the state government by the attorney general. During the
20 2013-2015 fiscal biennium, the legislature may transfer from the legal
21 services revolving account to the state general fund and the education
22 legacy trust account such amounts as reflect the excess fund balance of
23 the account.

24 **Sec. 913.** RCW 43.19.791 and 2013 2nd sp.s. c 4 s 976 are each
25 amended to read as follows:

26 There is created a revolving fund to be known as the data
27 processing revolving fund in the custody of the state treasurer. The
28 revolving fund shall be used for the acquisition of equipment,
29 software, supplies, and services and the payment of salaries, wages,
30 and other costs incidental to the acquisition, development, operation,
31 and administration of information services, telecommunications,
32 systems, software, supplies and equipment, including the payment of
33 principal and interest on bonds issued for capital projects, by the
34 department, Washington State University's computer services center, the
35 department of enterprise services' personnel information systems group
36 and financial systems management group, and other users as determined

1 by the office of financial management. The revolving fund is subject
2 to the allotment procedure provided under chapter 43.88 RCW. The chief
3 information officer or the chief information officer's designee, with
4 the approval of the technology services board, is authorized to expend
5 up to one million dollars per fiscal biennium for the technology
6 services board to conduct independent technical and financial analysis
7 of proposed information technology projects, and such an expenditure
8 does not require an appropriation. Disbursements from the revolving
9 fund for the services component of the department are not subject to
10 appropriation. Disbursements for the strategic planning and policy
11 component of the department are subject to appropriation. All
12 disbursements from the fund are subject to the allotment procedures
13 provided under chapter 43.88 RCW. The department shall establish and
14 implement a billing structure to assure all agencies pay an equitable
15 share of the costs.

16 During the 2011-2013 and the 2013-2015 fiscal biennia, the
17 legislature may transfer from the data processing revolving account to
18 the state general fund such amounts as reflect the excess fund balance
19 and may use the data processing revolving account for information
20 technology projects. Additionally, during the 2013-2015 fiscal
21 biennium, the legislature may transfer from the data processing
22 revolving account to the education legacy trust account such amounts as
23 reflect the excess balance of the fund.

24 As used in this section, the word "supplies" shall not be
25 interpreted to delegate or abrogate the division of purchasing's
26 responsibilities and authority to purchase supplies as described in RCW
27 43.19.190 and 43.19.200.

28 **Sec. 914.** RCW 43.79.480 and 2013 2nd sp.s. c 4 s 980 are each
29 amended to read as follows:

30 (1) Moneys received by the state of Washington in accordance with
31 the settlement of the state's legal action against tobacco product
32 manufacturers, exclusive of costs and attorneys' fees, shall be
33 deposited in the tobacco settlement account created in this section
34 except as these moneys are sold or assigned under chapter 43.340 RCW.

35 (2) The tobacco settlement account is created in the state
36 treasury. Moneys in the tobacco settlement account may only be
37 transferred to the state general fund, and to the tobacco prevention

1 and control account for purposes set forth in this section. The
2 legislature shall transfer amounts received as strategic contribution
3 payments as defined in RCW 43.350.010 to the life sciences discovery
4 fund created in RCW 43.350.070. During the 2009-2011 and 2011-2013
5 fiscal biennia, the legislature may transfer less than the entire
6 strategic contribution payments, and may transfer amounts attributable
7 to strategic contribution payments into the basic health plan
8 stabilization account. During the 2013-2015 fiscal biennium, the
9 legislature may transfer less than the entire strategic contribution
10 payments, and may transfer amounts attributable to strategic
11 contribution payments into the state general fund and the education
12 legacy trust account.

13 (3) The tobacco prevention and control account is created in the
14 state treasury. The source of revenue for this account is moneys
15 transferred to the account from the tobacco settlement account,
16 investment earnings, donations to the account, and other revenues as
17 directed by law. Expenditures from the account are subject to
18 appropriation. During the 2009-2011 fiscal biennium, the legislature
19 may transfer from the tobacco prevention and control account to the
20 state general fund such amounts as represent the excess fund balance of
21 the account.

22 **Sec. 915.** RCW 43.325.040 and 2013 2nd sp.s. c 4 s 984 are each
23 amended to read as follows:

24 (1) The energy freedom account is created in the state treasury.
25 All receipts from appropriations made to the account and any loan
26 payments of principal and interest derived from loans made under the
27 energy freedom account must be deposited into the account. Moneys in
28 the account may be spent only after appropriation. Expenditures from
29 the account may be used only for financial assistance for further
30 funding for projects consistent with this chapter or otherwise
31 authorized by the legislature.

32 (2) The green energy incentive account is created in the state
33 treasury as a subaccount of the energy freedom account. All receipts
34 from appropriations made to the green energy incentive account shall be
35 deposited into the account, and may be spent only after appropriation.
36 Expenditures from the account may be used only for:

37 (a) Refueling projects awarded under this chapter;

1 (b) Pilot projects for plug-in hybrids, including grants provided
2 for the electrification program set forth in RCW 43.325.110; and

3 (c) Demonstration projects developed with state universities as
4 defined in RCW 28B.10.016 and local governments that result in the
5 design and building of a hydrogen vehicle fueling station.

6 (3)(a) The energy recovery act account is created in the state
7 treasury. State and federal funds may be deposited into the account
8 and any loan payments of principal and interest derived from loans made
9 from the energy recovery act account must be deposited into the
10 account. Moneys in the account may be spent only after appropriation.

11 (b) Expenditures from the account may be used only for loans, loan
12 guarantees, and grants that encourage the establishment of innovative
13 and sustainable industries for renewable energy and energy efficiency
14 technology, including but not limited to:

15 (i) Renewable energy projects or programs that require interim
16 financing to complete project development and implementation;

17 (ii) Companies with innovative, near-commercial or commercial,
18 clean energy technology; and

19 (iii) Energy efficiency technologies that have a viable repayment
20 stream from reduced utility costs.

21 (c) The director shall establish policies and procedures for
22 processing, reviewing, and approving applications for funding under
23 this section. When developing these policies and procedures, the
24 department must consider the clean energy leadership strategy developed
25 under section 2, chapter 318, Laws of 2009.

26 (d) The director shall enter into agreements with approved
27 applicants to fix the term and rates of funding provided from this
28 account.

29 (e) The policies and procedures of this subsection (3) do not apply
30 to assistance awarded for projects under RCW 43.325.020(3).

31 (4) Any state agency receiving funding from the energy freedom
32 account is prohibited from retaining greater than three percent of any
33 funding provided from the energy freedom account for administrative
34 overhead or other deductions not directly associated with conducting
35 the research, projects, or other end products that the funding is
36 designed to produce unless this provision is waived in writing by the
37 director.

1 (5) Any university, institute, or other entity that is not a state
2 agency receiving funding from the energy freedom account is prohibited
3 from retaining greater than fifteen percent of any funding provided
4 from the energy freedom account for administrative overhead or other
5 deductions not directly associated with conducting the research,
6 projects, or other end products that the funding is designed to
7 produce.

8 (6) Subsections (2), (4), and (5) of this section do not apply to
9 assistance awarded for projects under RCW 43.325.020(3).

10 (7) During the 2013-2015 fiscal biennium, the legislature may
11 transfer from the energy freedom account to the state general fund and
12 the education legacy trust account such amounts as reflect the excess
13 fund balance of the account.

14 **Sec. 916.** RCW 67.70.260 and 2011 1st sp.s. c 50 s 962 are each
15 amended to read as follows:

16 There is hereby created the lottery administrative account in the
17 state treasury. The account shall be managed, controlled, and
18 maintained by the director. The legislature may appropriate from the
19 account for the payment of costs incurred in the operation and
20 administration of the lottery. During the 2001-2003 fiscal biennium,
21 the legislature may transfer from the lottery administrative account to
22 the state general fund such amounts as reflect the appropriations
23 reductions made by the 2002 supplemental appropriations act for
24 administrative efficiencies and savings. During the ((2011-2013))
25 2013-2015 fiscal biennium, the lottery administrative account may also
26 be used to fund an independent forecast of the lottery revenues
27 conducted by the economic and revenue forecast council.

28 **Sec. 917.** RCW 77.36.170 and 2013 c 329 s 2 are each amended to
29 read as follows:

30 (1) The department may pay no more than fifty thousand dollars per
31 fiscal year from the state wildlife account created in RCW 77.12.170
32 for claims and assessment costs for injury or loss of livestock caused
33 by wolves submitted under RCW 77.36.100.

34 (2) Notwithstanding other provisions of this chapter, the
35 department may also accept and expend money from other sources to

1 address injury or loss of livestock or other property caused by wolves
2 consistent with the requirements on that source of funding.

3 (3) If any wildlife account expenditures authorized under
4 subsections (1) and (4) of this section are unspent as of June 30th of
5 a fiscal year, the state treasurer shall transfer the unspent amount to
6 the wolf-livestock conflict account created in RCW 77.36.180.

7 (4) During the 2014 fiscal year, the department may pay no more
8 than two hundred and fifty thousand dollars from the state wildlife
9 account created in RCW 77.12.170 for claims and assessment costs for
10 injury or loss of livestock caused by wolves submitted under RCW
11 77.36.100.

12 **Sec. 918.** RCW 82.08.160 and 2013 2nd sp.s. c 4 s 1003 are each
13 amended to read as follows:

14 (1) On or before the twenty-fifth day of each month, all taxes
15 collected under RCW 82.08.150 during the preceding month must be
16 remitted to the state department of revenue, to be deposited with the
17 state treasurer. Except as provided in subsections (2), (3), and (4)
18 of this section, upon receipt of such moneys the state treasurer must
19 credit sixty-five percent of the sums collected and remitted under RCW
20 82.08.150 (1) and (2) and one hundred percent of the sums collected and
21 remitted under RCW 82.08.150 (3) and (4) to the state general fund and
22 thirty-five percent of the sums collected and remitted under RCW
23 82.08.150 (1) and (2) to a fund which is hereby created to be known as
24 the "liquor excise tax fund."

25 (2) During the 2012 fiscal year, 66.19 percent of the sums
26 collected and remitted under RCW 82.08.150 (1) and (2) must be
27 deposited in the state general fund and the remainder collected and
28 remitted under RCW 82.08.150 (1) and (2) must be deposited in the
29 liquor excise tax fund.

30 (3) During fiscal year 2013, all funds collected under RCW
31 82.08.150 (1), (2), (3), and (4) must be deposited into the state
32 general fund.

33 (4) During the 2013-2015 fiscal biennium, (~~eighty-two~~)
34 seventy-seven and one-half percent of the sums collected and remitted
35 under RCW 82.08.150 (1) and (2) must be deposited in the state general
36 fund and the remainder collected and remitted under RCW 82.08.150 (1)

1 and (2) must be deposited in the liquor excise tax fund. The
2 amendments in this section are curative, clarifying, and remedial and
3 apply retroactively to July 1, 2013.

4 **Sec. 919.** 2013 2nd sp.s. c 35 s 39 (uncodified) is amended to read
5 as follows:

6 The sum of one hundred seventy-six thousand dollars of the state
7 general fund for the fiscal year ending June 30, 2014, and one hundred
8 seventy-six thousand dollars of the state general fund for the fiscal
9 year ending June 30, 2015, or as much thereof as may be necessary, are
10 appropriated to the ((~~Washington traffic safety~~)) criminal justice
11 training commission solely for the purposes of ((~~section 25 of this~~
12 ~~act~~)) RCW 36.28A.320.

13 NEW SECTION. **Sec. 920.** 2013 2nd sp.s. c 35 s 40 (uncodified) is
14 repealed.

15 NEW SECTION. **Sec. 921.** A new section is added to 2013 2nd sp.s.
16 c 4 (uncodified) to read as follows:

17 The sum of one hundred seventy thousand dollars from the state
18 general fund for the fiscal year ending June 30, 2014, and two hundred
19 twenty-seven thousand dollars of the state general fund for the fiscal
20 year ending June 30, 2015, or as much thereof as may be necessary, are
21 appropriated for expenditure into the county criminal justice
22 assistance account. The treasurer shall make quarterly distributions
23 from the county criminal justice assistance account of the amounts
24 provided in this section in accordance with RCW 82.14.310 for the
25 purposes of reimbursing local jurisdictions for increased costs
26 incurred as a result of the mandatory arrest of repeat offenders
27 pursuant to chapter 35, Laws of 2013 2nd sp. sess. The first
28 distribution for fiscal year 2014 shall include amounts from previous
29 quarters for which distributions were not made. The appropriations and
30 distributions made under this section constitute appropriate
31 reimbursement for costs for any new programs or increased level of
32 services for the purposes of RCW 43.135.060.

33 NEW SECTION. **Sec. 922.** A new section is added to 2013 2nd sp.s.
34 c 4 (uncodified) to read as follows:

1 The sum of one hundred thousand dollars from the state general fund
2 for the fiscal year ending June 30, 2014, and one hundred thirty-three
3 thousand dollars from the state general fund for the fiscal year ending
4 June 30, 2015, or as much thereof as may be necessary, are appropriated
5 for expenditure into the municipal criminal justice assistance account.
6 The treasurer shall make quarterly distributions from the municipal
7 criminal justice assistance account of the amounts provided in this
8 section in accordance with RCW 82.14.320, for the purposes of
9 reimbursing local jurisdictions for increased costs incurred as a
10 result of the mandatory arrest of repeat offenders pursuant to chapter
11 35, Laws of 2013 2nd sp. sess. The first distribution for fiscal year
12 2014 shall include amounts from previous quarters for which
13 distributions were not made. The appropriations and distributions made
14 under this section constitute appropriate reimbursement for costs for
15 any new programs or increased level of services for the purposes of RCW
16 43.135.060.

17 NEW SECTION. **Sec. 923.** Section 915 of this act expires June 30,
18 2016.

19 **Sec. 924.** 2007 c 465 s 3 (uncodified) is amended to read as
20 follows:

21 This act expires June 30, ((2014)) 2015.

22 **Sec. 925.** 2009 c 520 s 96 (uncodified) is amended to read as
23 follows:

24 Section 63 of this act expires June 30, ((2014)) 2015.

25 NEW SECTION. **Sec. 926.** If any provision of this act or its
26 application to any person or circumstance is held invalid, the
27 remainder of the act or the application of the provision to other
28 persons or circumstances is not affected.

29 NEW SECTION. **Sec. 927.** This act is necessary for the immediate
30 preservation of the public peace, health, or safety, or support of the

1 state government and its existing public institutions, and takes effect
2 immediately.

(End of Bill)"

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1 Correct the title.

EFFECT: This striking amendment is exactly the same as SHB 2185 as reported out of the Appropriations Committee. Please see supporting documents for details.

--- END ---