
HOUSE BILL 2185

State of Washington

63rd Legislature

2014 Regular Session

By Representatives Hunter and Chandler; by request of Governor Inslee

Prefiled 01/09/14. Read first time 01/13/14. Referred to Committee on Appropriations.

1 AN ACT Relating to fiscal matters; amending RCW 49.70.170,
2 77.36.170, and 82.08.160; reenacting and amending RCW 70.105D.070;
3 amending 2013 2nd sp.s. c 4 ss 101, 102, 103, 104, 105, 106, 107, 108,
4 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123,
5 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137,
6 138, 139, 140, 141, 142, 143, 144, 145, 147, 148, 149, 150, 201, 202,
7 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216,
8 217, 218, 219, 220, 221, 222, 301, 302, 303, 304, 305, 306, 307, 308,
9 309, 310, 311, 401, 402, 501, 502, 505, 506, 507, 508, 509, 510, 511,
10 512, 513, 514, 515, 516, 602, 603, 604, 605, 606, 607, 608, 609, 610,
11 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 701, 703, 704, 706,
12 710, 714, 801, 802, 803, 804, 805, 932, 933, 937, 939, and 943
13 (uncodified); adding new sections to 2013 2nd sp.s. c 4 (uncodified);
14 repealing 2013 2nd sp.s. c 4 s 720 (uncodified); making appropriations;
15 and declaring an emergency.

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

17

PART I

18

GENERAL GOVERNMENT

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

3 **FOR THE HOUSE OF REPRESENTATIVES**

| | | |
|----|---|-------------------------------|
| 4 | General Fund--State Appropriation (FY 2014) | ((\$30,789,000)) |
| 5 | | <u>\$30,923,000</u> |
| 6 | General Fund--State Appropriation (FY 2015) | ((\$31,075,000)) |
| 7 | | <u>\$31,207,000</u> |
| 8 | Motor Vehicle Account--State Appropriation | \$1,765,000 |
| 9 | TOTAL APPROPRIATION | ((\$63,629,000)) |
| 10 | | <u>\$63,895,000</u> |

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

13 **FOR THE SENATE**

| | | |
|----|---|-------------------------------|
| 14 | General Fund--State Appropriation (FY 2014) | ((\$21,150,000)) |
| 15 | | <u>\$21,240,000</u> |
| 16 | General Fund--State Appropriation (FY 2015) | ((\$23,405,000)) |
| 17 | | <u>\$23,329,000</u> |
| 18 | Motor Vehicle Account--State Appropriation | \$1,514,000 |
| 19 | TOTAL APPROPRIATION | ((\$46,069,000)) |
| 20 | | <u>\$46,083,000</u> |

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

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

| | | |
|----|---|------------------------------|
| 24 | General Fund--State Appropriation (FY 2014) | \$62,000 |
| 25 | General Fund--State Appropriation (FY 2015) | ((\$111,000)) |
| 26 | | <u>\$96,000</u> |
| 27 | Performance Audits of Government Account--State | |
| 28 | Appropriation | \$5,641,000 |
| 29 | Medical Aid Account--State Appropriation | \$332,000 |
| 30 | Accident Account--State Appropriation | \$332,000 |
| 31 | TOTAL APPROPRIATION | ((\$6,478,000)) |
| 32 | | <u>\$6,463,000</u> |

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

- 35 (1) Notwithstanding the provisions of this section, the joint

1 legislative audit and review committee may adjust the due dates for
2 projects included on the committee's 2013-15 work plan as necessary to
3 efficiently manage workload.

4 (2) \$332,000 of the medical aid account--state appropriation and
5 \$332,000 of the accident account--state appropriation are provided for
6 the purposes of chapter 37, Laws of 2011 (workers' compensation).

7 (3) \$323,000 of the performance audits of government account--state
8 appropriation is provided for consultant and staff costs related to the
9 economic analysis of tax preferences as directed by chapter 43.136 RCW.

10 (4) The joint legislative audit and review committee shall conduct
11 an audit of Washington's state research universities. The purpose of
12 the audit is to identify cost and profit centers within, and in
13 partnership with, the research universities. The audit must focus on
14 public funds; student fees, in particular tuition; and auxiliary
15 enterprises, which for the purposes of the audit at the University of
16 Washington includes University of Washington medical center, the
17 internal lending program, the W fund, and the center for
18 commercialization. The audit at each university must achieve the
19 following:

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

24 (b) Obtain the university's definition of auxiliary enterprises and
25 determine the number of auxiliary enterprises, including the University
26 of Washington medical center, the University of Washington internal
27 lending program, the W fund, and the center for commercialization, that
28 exist in the university system, the methods the university uses to
29 track revenue and expenditures of auxiliary enterprises, and the
30 policies and practices the university has in place to ensure that state
31 funding is not used to supplement or guarantee projects or programs
32 authorized by auxiliary enterprises;

33 (c) Identify how much money is being spent on undergraduate
34 education and to what extent undergraduate education is subsidizing
35 graduate education; and

36 (d) Determine how tuition funds are being used and to what extent
37 they are being used to fund the University of Washington medical

1 center, the University of Washington internal lending program, the W
2 fund, and the center for commercialization and to back bonds authorized
3 by the university.

4 (5) The committee shall conduct a study of the current methods of
5 collecting legal financial obligations and compare those methods with
6 other debt collection methods, including contracting for debt
7 collection of legal financial obligations. The study shall include
8 analysis of the costs and revenues of current methods and compare those
9 to alternatives, and include analysis of the impact of current methods
10 and alternatives to revenues received by the state. Included shall be
11 an examination of costs and revenue generation before and after the
12 implementation of chapter 379, Laws of 2003 (SSB 5990) and chapter 362,
13 Laws of 2005 (SSB 5256) and analysis of whether these changes met the
14 legislative goals of reducing costs and increasing collections. A
15 report on the results of the analysis shall be presented to the
16 appropriate committees of the legislature by December 2014.

17 (6) The committee shall conduct a study of economic development
18 programs and projects supported by the state general fund in the
19 department of commerce. The study shall first review the extent to
20 which these programs: (a) Included specific economic development
21 targets; (b) monitored economic development targets; (c) required for
22 programs which provided support or services through contracts, whether
23 the contracts were structured such that if economic development targets
24 were not met, contracts were reviewed or revised; and (d) changed the
25 economic development targets of associate development organizations
26 relative to funding increases since 2007. The study will include the
27 feasibility of determining how to isolate other factors, such as
28 general economic trends, from the impacts of economic development
29 programs. The costs and options for conducting future analysis of the
30 outcomes specific to economic development programs shall be included
31 and a briefing report shall be provided to the appropriate committees
32 of the legislature by December 1, 2013. A complete report with study
33 data and conclusions shall be provided to the appropriate committees of
34 the legislature by December 1, 2014.

35 (7) The committee shall analyze the incidence and level of taxation
36 and business incentives available to the financial services industry in
37 Washington State, and identify the relative differences in taxes and

1 business incentives compared to California. A report shall be provided
2 to the appropriate committees of the legislature by December 1, 2014.

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

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

8 (b) Estimates of time in each category;

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

11 (d) When noninstructional hours occur;

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

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

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

22 (9) The committee shall review funding enhancement formulas that
23 provide minimum staffing unit funding to small school districts and
24 districts with school plants that have been judged by the state board
25 of education to be remote and necessary. The committee will make an
26 assessment of the current formulas and report any recommended
27 adjustments to the legislative fiscal committees of the senate and the
28 house of representatives by November 1, 2014. In assessing the current
29 formulas, the committee may consider: Enhancements being made to basic
30 education funding in the 2013-2015 omnibus appropriations act and
31 committed to under Engrossed Substitute House Bill No. 2261 (chapter
32 548, Laws of 2009) and Substitute House Bill No. 2776 (chapter 236,
33 Laws of 2010); developments in technology or educational service
34 delivery since the formulas were established; practices in other
35 states; districts' ability to provide students with access to a program
36 of education; and inter-district equity.

37 ~~((+12))~~ (10) In carrying out the report required by RCW 44.28.157,
38 the committee shall include by December 2014, an analysis of the

1 impacts of using the Washington health benefit exchange established in
 2 chapter 43.71 RCW as a mechanism for providing health insurance for
 3 part-time certificated and classified K-12 public school employees.
 4 The analysis shall be conducted in coordination with the health care
 5 authority and shall include a review of how the exchange, federal
 6 health premium tax credits and subsidies for out-of-pocket expenses
 7 administered through the exchange, and Medicaid expansion have
 8 impacted, or could impact, health care costs for individuals, school
 9 districts, and the state. The analysis shall also include a review of
 10 the cost of stand-alone dental plans.

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

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

| | | |
|----|---|--------------------------|
| 14 | General Fund--State Appropriation (FY 2014) | \$1,653,000 |
| 15 | General Fund--State Appropriation (FY 2015) | (\$1,811,000) |
| 16 | | <u>\$1,805,000</u> |
| 17 | TOTAL APPROPRIATION | (\$3,464,000) |
| 18 | | <u>\$3,458,000</u> |

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

21 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

| | | |
|----|---|---------------------------|
| 22 | General Fund--State Appropriation (FY 2014) | (\$8,004,000) |
| 23 | | <u>\$8,126,000</u> |
| 24 | General Fund--State Appropriation (FY 2015) | (\$7,973,000) |
| 25 | | <u>\$8,063,000</u> |
| 26 | TOTAL APPROPRIATION | (\$15,977,000) |
| 27 | | <u>\$16,189,000</u> |

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

30 **FOR THE OFFICE OF THE STATE ACTUARY**

| | | |
|----|--|--------------------------|
| 31 | Department of Retirement Systems Expense | |
| 32 | Account--State Appropriation | (\$3,529,000) |
| 33 | | <u>\$3,534,000</u> |

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

3 **FOR THE STATUTE LAW COMMITTEE**

| | | |
|---|---|------------------------------|
| 4 | General Fund--State Appropriation (FY 2014) | ((\$3,895,000)) |
| 5 | | <u>\$3,903,000</u> |
| 6 | General Fund--State Appropriation (FY 2015) | ((\$4,102,000)) |
| 7 | | <u>\$4,080,000</u> |
| 8 | TOTAL APPROPRIATION | ((\$7,997,000)) |
| 9 | | <u>\$7,983,000</u> |

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

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

| | | |
|----|---|------------------------------|
| 13 | General Fund--State Appropriation (FY 2014) | ((\$3,686,000)) |
| 14 | | <u>\$3,708,000</u> |
| 15 | General Fund--State Appropriation (FY 2015) | ((\$3,684,000)) |
| 16 | | <u>\$3,685,000</u> |
| 17 | TOTAL APPROPRIATION | ((\$7,370,000)) |
| 18 | | <u>\$7,393,000</u> |

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

21 **FOR THE SUPREME COURT**

| | | |
|----|---|-------------------------------|
| 22 | General Fund--State Appropriation (FY 2014) | ((\$6,911,000)) |
| 23 | | <u>\$7,057,000</u> |
| 24 | General Fund--State Appropriation (FY 2015) | ((\$6,836,000)) |
| 25 | | <u>\$6,953,000</u> |
| 26 | TOTAL APPROPRIATION | ((\$13,747,000)) |
| 27 | | <u>\$14,010,000</u> |

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

30 **FOR THE LAW LIBRARY**

| | | |
|----|---|------------------------------|
| 31 | General Fund--State Appropriation (FY 2014) | ((\$1,481,000)) |
| 32 | | <u>\$1,484,000</u> |
| 33 | General Fund--State Appropriation (FY 2015) | ((\$1,468,000)) |
| 34 | | <u>\$1,467,000</u> |
| 35 | TOTAL APPROPRIATION | ((\$2,949,000)) |

1 \$2,951,000

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

4 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

| | | |
|----|---|------------------------------|
| 5 | General Fund--State Appropriation (FY 2014) | ((\$1,068,000)) |
| 6 | | <u>\$1,071,000</u> |
| 7 | General Fund--State Appropriation (FY 2015) | ((\$994,000)) |
| 8 | | <u>\$1,001,000</u> |
| 9 | TOTAL APPROPRIATION | ((\$2,062,000)) |
| 10 | | <u>\$2,072,000</u> |

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

13 **FOR THE COURT OF APPEALS**

| | | |
|----|---|-------------------------------|
| 14 | General Fund--State Appropriation (FY 2014) | ((\$15,691,000)) |
| 15 | | <u>\$15,888,000</u> |
| 16 | General Fund--State Appropriation (FY 2015) | ((\$15,685,000)) |
| 17 | | <u>\$16,134,000</u> |
| 18 | TOTAL APPROPRIATION | ((\$31,376,000)) |
| 19 | | <u>\$32,022,000</u> |

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

22 **FOR THE ADMINISTRATOR FOR THE COURTS**

| | | |
|----|---|-------------------------------|
| 23 | General Fund--State Appropriation (FY 2014) | ((\$51,085,000)) |
| 24 | | <u>\$52,357,000</u> |
| 25 | General Fund--State Appropriation (FY 2015) | ((\$50,771,000)) |
| 26 | | <u>\$52,091,000</u> |
| 27 | General Fund--Federal Appropriation | ((\$2,125,000)) |
| 28 | | <u>\$2,124,000</u> |
| 29 | General Fund--Private/Local Appropriation | ((\$658,000)) |
| 30 | | <u>\$657,000</u> |
| 31 | Judicial Information Systems Account--State | |
| 32 | Appropriation | ((\$46,611,000)) |
| 33 | | <u>\$54,723,000</u> |
| 34 | Judicial Stabilization Trust Account--State | |
| 35 | Appropriation | \$6,691,000 |

1 TOTAL APPROPRIATION ((~~\$157,941,000~~))
2 \$168,643,000

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

5 (1) \$1,500,000 of the judicial information systems account--state
6 appropriation is provided solely for development and implementation of
7 the information network hub project.

8 (2) \$2,138,000 of the judicial information systems account--state
9 appropriation is provided solely for replacement of computer equipment,
10 including servers, routers, and storage system upgrades.

11 ((+4)) (3) The distributions made under this subsection and
12 distributions from the county criminal justice assistance account made
13 pursuant to section 801 of this act constitute appropriate
14 reimbursement for costs for any new programs or increased level of
15 service for purposes of RCW 43.135.060.

16 ((+5)) (4) \$1,199,000 of the judicial information systems
17 account--state appropriation is provided solely for replacing computer
18 equipment at state courts and state judicial agencies.

19 ((+6)) (5) \$108,000 of the general fund--state appropriation for
20 fiscal year 2014 and \$108,000 of the general fund--state appropriation
21 for fiscal year 2015 are provided solely for the implementation of
22 chapter 210, Laws of 2013 (Senate Bill No. 5052) (superior court judges
23 Whatcom county). The funds provided in this subsection shall be
24 expended only if the fourth superior court judge position in Whatcom
25 county is appointed and serving on the bench.

26 ((+7)) (6) \$108,000 of the general fund--state appropriation for
27 fiscal year 2014 and \$108,000 of the general fund--state appropriation
28 for fiscal year 2015 are provided solely for the implementation of
29 chapter 142, Laws of 2013 (House Bill No. 1175) (superior court judges
30 Benton/Franklin counties). The funds provided in this subsection shall
31 be expended only if the seventh superior court judge position in Benton
32 and Franklin counties jointly is appointed and serving on the bench.

33 ((+8)) (7) \$11,300,000 of the judicial information systems
34 account--state appropriation is provided solely for continued
35 implementation of the superior court case management system project.
36 The administrative office of the courts, in consultation with the
37 judicial information systems committee, the superior court case
38 management system project steering committee, and the office of the

1 chief information officer shall develop a revised charter to implement
2 the next phases of the superior court case management system. The
3 revised charter shall insure that the superior court case management
4 system project steering committee continues to provide contract
5 oversight, in collaboration with the judicial information system
6 committee, through the implementation period and various phases of the
7 project. Oversight responsibilities throughout the various phases of
8 the project must include, but are not limited to, vendor management,
9 contract and deliverable management, and assuring satisfaction of the
10 business and technical needs at the local level. The superior court
11 case management system project steering committee may solicit input
12 from user groups as deemed appropriate. The revised charter shall be
13 approved by the judicial information systems committee.

14 ~~((+9))~~ (8) \$1,399,000 of the general fund--state appropriation for
15 fiscal year 2014 and \$1,399,000 of the general fund--state
16 appropriation for fiscal year 2015 are provided solely for school
17 districts for petitions to juvenile court for truant students as
18 provided in RCW 28A.225.030 and 28A.225.035. The administrator for the
19 courts shall develop an interagency agreement with the superintendent
20 of public instruction to allocate the funding provided in this
21 subsection. Allocation of this money to school districts shall be
22 based on the number of petitions filed. This funding includes amounts
23 school districts may expend on the cost of serving petitions filed
24 under RCW 28A.225.030 by certified mail or by personal service or for
25 the performance of service of process for any hearing associated with
26 RCW 28A.225.030.

27 ~~((+10))~~ (9)(a) \$7,313,000 of the general fund--state appropriation
28 for fiscal year 2014 and \$7,313,000 of the general fund--state
29 appropriation for fiscal year 2015 are provided solely for distribution
30 to county juvenile court administrators to fund the costs of processing
31 truancy, children in need of services, and at-risk youth petitions.
32 The administrator for the courts, in conjunction with the juvenile
33 court administrators, shall develop an equitable funding distribution
34 formula. The formula shall neither reward counties with higher than
35 average per-petition processing costs nor shall it penalize counties
36 with lower than average per-petition processing costs.

37 (b) Each fiscal year during the 2013-2015 fiscal biennium, each
38 county shall report the number of petitions processed and the total

1 actual costs of processing truancy, children in need of services, and
2 at-risk youth petitions. Counties shall submit the reports to the
3 administrator for the courts no later than 45 days after the end of the
4 fiscal year. The administrator for the courts shall electronically
5 transmit this information to the chairs and ranking minority members of
6 the house of representatives and senate fiscal committees no later than
7 60 days after a fiscal year ends. These reports are deemed
8 informational in nature and are not for the purpose of distributing
9 funds.

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

15 ((+12)) (11) \$333,000 of the judicial information systems
16 account--state appropriation is provided solely for the content
17 management system for the appellate courts.

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

20 **FOR THE OFFICE OF PUBLIC DEFENSE**

| | |
|--|-------------------------------|
| 21 General Fund--State Appropriation (FY 2014) | ((\$30,410,000)) |
| | <u>\$30,862,000</u> |
| 23 General Fund--State Appropriation (FY 2015) | ((\$33,719,000)) |
| | <u>\$35,532,000</u> |
| 25 Judicial Stabilization Trust Account--State | |
| 26 Appropriation | \$3,648,000 |
| 27 General Fund--Federal Appropriation | ((\$152,000)) |
| | <u>\$304,000</u> |
| 29 TOTAL APPROPRIATION | ((\$67,929,000)) |
| | <u>\$70,346,000</u> |

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

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

35 (2) \$3,378,000 of the general fund--state appropriation for fiscal
36 year 2015 is provided solely to expand the parents representation

1 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman
2 counties.

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

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

| | | |
|----|---|---------------------------|
| 6 | General Fund--State Appropriation (FY 2014) | \$10,862,000 |
| 7 | General Fund--State Appropriation (FY 2015) | (\$10,870,000) |
| 8 | | <u>\$11,149,000</u> |
| 9 | Judicial Stabilization Trust Account--State | |
| 10 | Appropriation | (\$1,454,000) |
| 11 | | <u>\$1,453,000</u> |
| 12 | TOTAL APPROPRIATION | (\$23,186,000) |
| 13 | | <u>\$23,464,000</u> |

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

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

24 **FOR THE OFFICE OF THE GOVERNOR**

| | | |
|----|---|--------------------------|
| 25 | General Fund--State Appropriation (FY 2014) | (\$5,509,000) |
| 26 | | <u>\$5,530,000</u> |
| 27 | General Fund--State Appropriation (FY 2015) | (\$5,217,000) |
| 28 | | <u>\$5,196,000</u> |
| 29 | Economic Development Strategic Reserve Account--State | |
| 30 | Appropriation | \$4,000,000 |
| 31 | TOTAL APPROPRIATION | \$14,726,000 |

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

34 (1) \$4,000,000 of the economic development strategic reserve
35 account appropriation is provided solely for efforts to assist with

1 currently active industrial recruitment efforts that will bring new
2 jobs to the state or will retain headquarter locations of major
3 companies currently housed in the state.

4 (2) \$684,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$684,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the office of the education
7 ombudsman.

8 (3) \$258,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for implementation of Engrossed Second
10 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
11 bill is not enacted by June 30, 2013, the amount provided in this
12 subsection shall lapse.

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

15 **FOR THE LIEUTENANT GOVERNOR**

| | | |
|----|---|--------------------------|
| 16 | General Fund--State Appropriation (FY 2014) | \$654,000 |
| 17 | General Fund--State Appropriation (FY 2015) | (\$658,000) |
| 18 | | <u>\$661,000</u> |
| 19 | General Fund--Private/Local Appropriation | \$90,000 |
| 20 | TOTAL APPROPRIATION | (\$1,402,000) |
| 21 | | <u>\$1,405,000</u> |

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

24 **FOR THE PUBLIC DISCLOSURE COMMISSION**

| | | |
|----|---|--------------------------|
| 25 | General Fund--State Appropriation (FY 2014) | (\$2,082,000) |
| 26 | | <u>\$2,087,000</u> |
| 27 | General Fund--State Appropriation (FY 2015) | (\$2,015,000) |
| 28 | | <u>\$2,081,000</u> |
| 29 | TOTAL APPROPRIATION | (\$4,097,000) |
| 30 | | <u>\$4,168,000</u> |

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

33 **FOR THE SECRETARY OF STATE**

| | | |
|----|---|---------------------------|
| 34 | General Fund--State Appropriation (FY 2014) | (\$11,356,000) |
| 35 | | <u>\$11,827,000</u> |

| | | |
|----|--|-------------------------------|
| 1 | General Fund--State Appropriation (FY 2015) | ((\$9,535,000)) |
| 2 | | <u>\$9,455,000</u> |
| 3 | General Fund--Federal Appropriation | ((\$7,419,000)) |
| 4 | | <u>\$7,437,000</u> |
| 5 | <u>General Fund--Private/Local Appropriation</u> | <u>\$20,000</u> |
| 6 | Public Records Efficiency, Preservation, and Access | |
| 7 | Account--State Appropriation | ((\$7,361,000)) |
| 8 | | <u>\$7,524,000</u> |
| 9 | Charitable Organization Education Account--State | |
| 10 | Appropriation | \$364,000 |
| 11 | Local Government Archives Account--State | |
| 12 | Appropriation | ((\$8,467,000)) |
| 13 | | <u>\$8,494,000</u> |
| 14 | Election Account--Federal Appropriation | ((\$12,016,000)) |
| 15 | | <u>\$12,010,000</u> |
| 16 | Washington State Heritage Center Account--State | |
| 17 | Appropriation | \$8,860,000 |
| 18 | TOTAL APPROPRIATION | ((\$65,378,000)) |
| 19 | | <u>\$65,991,000</u> |

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

22 (1) ((~~\$3,301,000~~)) \$3,767,000 of the general fund--state
23 appropriation for fiscal year 2014 is provided solely to reimburse
24 counties for the state's share of primary and general election costs
25 and the costs of conducting mandatory recounts on state measures.
26 Counties shall be reimbursed only for those odd-year election costs
27 that the secretary of state validates as eligible for reimbursement.

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

1 of the state contribution. The office of the secretary of state may
2 make full or partial payment once all criteria in this subsection have
3 been satisfactorily documented.

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

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

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

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

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

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

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

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

30 (5) \$771,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$772,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for the state library to purchase
33 statewide on-line access to the information technology academy to allow
34 public access to on-line courses and learning resources through public
35 libraries.

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

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

| | | |
|---|---|----------------------------|
| 2 | General Fund--State Appropriation (FY 2014) | ((\$253,000)) |
| 3 | | <u>\$249,000</u> |
| 4 | General Fund--State Appropriation (FY 2015) | ((\$248,000)) |
| 5 | | <u>\$254,000</u> |
| 6 | TOTAL APPROPRIATION | ((\$501,000)) |
| 7 | | <u>\$503,000</u> |

8 The appropriations in this section are subject to the following
9 conditions and limitations: The office shall assist the department of
10 enterprise services on providing the government-to-government training
11 sessions for federal, state, local, and tribal government employees.
12 The training sessions shall cover tribal historical perspectives, legal
13 issues, tribal sovereignty, and tribal governments. Costs of the
14 training sessions shall be recouped through a fee charged to the
15 participants of each session. The department of enterprise services
16 shall be responsible for all of the administrative aspects of the
17 training, including the billing and collection of the fees for the
18 training.

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

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

| | | |
|----|---|----------------------------|
| 22 | General Fund--State Appropriation (FY 2014) | ((\$213,000)) |
| 23 | | <u>\$210,000</u> |
| 24 | General Fund--State Appropriation (FY 2015) | ((\$207,000)) |
| 25 | | <u>\$212,000</u> |
| 26 | TOTAL APPROPRIATION | ((\$420,000)) |
| 27 | | <u>\$422,000</u> |

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

30 **FOR THE STATE TREASURER**

| | | |
|----|--|-------------------------------|
| 31 | State Treasurer's Service Account--State | |
| 32 | Appropriation | ((\$14,924,000)) |
| 33 | | <u>\$14,906,000</u> |

34 The appropriation in this section is subject to the following
35 conditions and limitations: \$150,000 of the state treasurer's service

1 account--state appropriation is provided solely for legal fees related
2 to additional legal assistance due to changes in federal financial
3 regulations and an increase in complex and high profile litigation.

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

6 **FOR THE STATE AUDITOR**

| | | |
|----|--|-----------------------|
| 7 | General Fund--State Appropriation (FY 2014) | (((\$728,000)) |
| 8 | | <u>\$755,000</u> |
| 9 | General Fund--State Appropriation (FY 2015) | (((\$733,000)) |
| 10 | | <u>\$758,000</u> |
| 11 | State Auditing Services Revolving Account--State | |
| 12 | Appropriation | (((\$9,573,000)) |
| 13 | | <u>\$9,545,000</u> |
| 14 | ((Performance Audits of Government Account--State | |
| 15 | Appropriation | \$56,000)) |
| 16 | TOTAL APPROPRIATION | (((\$11,090,000)) |
| 17 | | <u>\$11,058,000</u> |

18 The appropriations in this section are subject to the following
19 conditions and limitations: ~~((1) \$728,000))~~ \$755,000 of the general
20 fund--state appropriation for fiscal year 2014 and ~~(((\$733,000))~~
21 \$758,000 of the general fund--state appropriation for fiscal year 2015
22 are provided solely for staff and related costs to verify the accuracy
23 of reported school district data submitted for state funding purposes;
24 conduct school district program audits of state funded public school
25 programs; establish the specific amount of state funding adjustments
26 whenever audit exceptions occur and the amount is not firmly
27 established in the course of regular public school audits; and to
28 assist the state special education safety net committee when requested.

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

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

| | | |
|----|---|------------------|
| 32 | General Fund--State Appropriation (FY 2014) | (((\$141,000)) |
| 33 | | <u>\$138,000</u> |
| 34 | General Fund--State Appropriation (FY 2015) | (((\$171,000)) |
| 35 | | <u>\$174,000</u> |
| 36 | TOTAL APPROPRIATION | \$312,000 |

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

3 **FOR THE ATTORNEY GENERAL**

| | | |
|----|---|--------------------------------|
| 4 | General Fund--State Appropriation (FY 2014) | ((\$10,456,000)) |
| 5 | | <u>\$11,019,000</u> |
| 6 | General Fund--State Appropriation (FY 2015) | ((\$10,132,000)) |
| 7 | | <u>\$10,792,000</u> |
| 8 | General Fund--Federal Appropriation | \$7,114,000 |
| 9 | New Motor Vehicle Arbitration Account--State | |
| 10 | Appropriation | ((\$997,000)) |
| 11 | | <u>\$993,000</u> |
| 12 | Legal Services Revolving Account--State | |
| 13 | Appropriation | ((\$191,286,000)) |
| 14 | | <u>\$205,657,000</u> |
| 15 | Tobacco Prevention and Control Account--State | |
| 16 | Appropriation | \$271,000 |
| 17 | Medicaid Fraud Penalty Account--State Appropriation . . | ((\$2,279,000)) |
| 18 | | <u>\$2,333,000</u> |
| 19 | Public Services Revolving Account--State | |
| 20 | Appropriation | ((\$2,093,000)) |
| 21 | | <u>\$2,106,000</u> |
| 22 | TOTAL APPROPRIATION | ((\$224,628,000)) |
| 23 | | <u>\$240,285,000</u> |

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

26 (1) The attorney general shall report each fiscal year on actual
27 legal services expenditures and actual attorney staffing levels for
28 each agency receiving legal services. The report shall be submitted to
29 the office of financial management and the fiscal committees of the
30 senate and house of representatives no later than ninety days after the
31 end of each fiscal year. As part of its by agency report to the
32 legislative fiscal committees and the office of financial management,
33 the office of the attorney general shall include information detailing
34 the agency's expenditures for its agency-wide overhead and a breakdown
35 by division of division administration expenses.

36 (2) Prior to entering into any negotiated settlement of a claim
37 against the state that exceeds five million dollars, the attorney

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

4 (3) The attorney general shall annually report to the fiscal
5 committees of the legislature all new *cy pres* awards and settlements
6 and all new accounts, disclosing their intended uses, balances, the
7 nature of the claim or account, proposals, and intended timeframes for
8 the expenditure of each amount. The report shall be distributed
9 electronically and posted on the attorney general's web site. The
10 report shall not be printed on paper or distributed physically.

11 (4) The executive ethics board shall: (a) Develop a statewide
12 plan, with performance measures, to provide overall direction and
13 accountability in all executive branch agencies and statewide elected
14 offices; (b) coordinate and work with the commission on judicial
15 conduct and the legislative ethics board; (c) assess and evaluate each
16 agency's ethical culture through employee and stakeholder surveys,
17 review Washington state quality award feedback reports, and publish an
18 annual report on the results to the public; and (d) solicit outside
19 evaluations, studies, and recommendations for improvements from
20 academics, nonprofit organizations, the public disclosure commission,
21 or other entities with expertise in ethics, integrity, and the public
22 sector.

23 (5) \$424,000 of the legal services revolving account--state
24 appropriation is provided solely for replacement of a portion of the
25 agency's personal computers. The amount provided in this subsection is
26 conditioned on the department satisfying the requirements of the
27 project management oversight standards and policies established by the
28 office of the chief information officer and section 945 of this act,
29 personal computer acquisition and replacement.

30 (6) \$609,000 of the legal services revolving account--state
31 appropriation is provided solely for upgrades to software programs.
32 The amount provided in this subsection is conditioned on the department
33 satisfying the requirements of the project management oversight
34 standards and policies established by the office of the chief
35 information officer.

36 (7) \$150,000 of the legal services revolving account--state
37 appropriation is provided solely for the implementation of Engrossed

1 Second Substitute Senate Bill No. 5405 (extended foster care). If the
2 bill is not enacted by June 30, 2013, the amount provided in this
3 subsection shall lapse.

4 (8) \$50,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$50,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the implementation of
7 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If
8 the bill is not enacted by June 30, 2013, the amount provided in this
9 subsection shall lapse.

10 (9) \$189,000 of the legal services revolving account--state
11 appropriation is provided solely for the implementation of Substitute
12 House Bill No. 1420 (transportation improvement projects). If the bill
13 is not enacted by June 30, 2013, the amount provided in this subsection
14 shall lapse.

15 (10) \$2,093,000 of the public service revolving account--state
16 appropriation is provided solely for the work of the public counsel
17 section of the office of the attorney general.

18 (11) \$353,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$353,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for a grant to the Washington
21 coalition of crime victim advocates to provide training, certification,
22 and technical assistance for crime victim service center advocates.

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

25 **FOR THE CASELOAD FORECAST COUNCIL**

| | | |
|----|---|------------------------------|
| 26 | General Fund--State Appropriation (FY 2014) | ((\$1,260,000)) |
| 27 | | <u>\$1,211,000</u> |
| 28 | General Fund--State Appropriation (FY 2015) | ((\$1,230,000)) |
| 29 | | <u>\$1,209,000</u> |
| 30 | TOTAL APPROPRIATION | ((\$2,490,000)) |
| 31 | | <u>\$2,420,000</u> |

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

34 **FOR THE DEPARTMENT OF COMMERCE**

| | | |
|----|---|-------------------------------|
| 35 | General Fund--State Appropriation (FY 2014) | ((\$63,076,000)) |
| 36 | | <u>\$62,238,000</u> |

| | | |
|----|--|--------------------------------|
| 1 | General Fund--State Appropriation (FY 2015) | ((\$60,151,000)) |
| 2 | | <u>\$67,668,000</u> |
| 3 | General Fund--Federal Appropriation | ((\$265,004,000)) |
| 4 | | <u>\$266,618,000</u> |
| 5 | General Fund--Private/Local Appropriation | ((\$5,638,000)) |
| 6 | | <u>\$5,604,000</u> |
| 7 | Public Works Assistance Account--State | |
| 8 | Appropriation | ((\$3,036,000)) |
| 9 | | <u>\$3,268,000</u> |
| 10 | Drinking Water Assistance Administrative | |
| 11 | Account--State Appropriation | ((\$445,000)) |
| 12 | | <u>\$442,000</u> |
| 13 | Lead Paint Account--State Appropriation | ((\$147,000)) |
| 14 | | <u>\$148,000</u> |
| 15 | Building Code Council Account--State Appropriation | \$13,000 |
| 16 | Home Security Fund Account--State Appropriation | ((\$25,452,000)) |
| 17 | | <u>\$25,435,000</u> |
| 18 | Affordable Housing for All Account--State | |
| 19 | Appropriation | ((\$11,915,000)) |
| 20 | | <u>\$11,908,000</u> |
| 21 | Financial Fraud and Identity Theft Crimes Investigation | |
| 22 | and Prosecution Account--State Appropriation | ((\$969,000)) |
| 23 | | <u>\$1,166,000</u> |
| 24 | Low-Income Weatherization Assistance Account--State | |
| 25 | Appropriation | ((\$1,882,000)) |
| 26 | | <u>\$1,879,000</u> |
| 27 | Community and Economic Development Fee Account--State | |
| 28 | Appropriation | ((\$5,303,000)) |
| 29 | | <u>\$5,299,000</u> |
| 30 | Washington Housing Trust Account--State | |
| 31 | Appropriation | ((\$19,592,000)) |
| 32 | | <u>\$19,556,000</u> |
| 33 | Prostitution Prevention and Intervention Account-- | |
| 34 | State Appropriation | \$98,000 |
| 35 | Public Facility Construction Loan Revolving | |
| 36 | Account--State Appropriation | ((\$758,000)) |
| 37 | | <u>\$902,000</u> |
| 38 | Washington Community Technology Opportunity Account-- | |

| | | |
|---|---|----------------------------|
| 1 | Private/Local Appropriation | \$10,000 |
| 2 | Liquor Revolving Account--State Appropriation | \$5,605,000 |
| 3 | TOTAL APPROPRIATION | (\$469,094,000) |
| 4 | | <u>\$478,006,000</u> |

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

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

14 (2) \$500,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$500,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for a grant to resolution
17 Washington to building statewide capacity for alternative dispute
18 resolution centers and dispute resolution programs that guarantee that
19 citizens have access to low-cost resolution as an alternative to
20 litigation.

21 (3) \$306,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$306,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for a grant to the retired senior
24 volunteer program.

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

29 (5) \$375,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$375,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely as pass-through funding to Walla
32 Walla Community College for its water and environmental center.

33 (6) \$1,800,000 of the home security fund--state appropriation is
34 provided for transitional housing assistance or partial payments for
35 rental assistance under the independent youth housing program.

36 (7) \$5,000,000 of the home security fund--state appropriation is
37 for the operation, repair, and staffing of shelters in the homeless
38 family shelter program.

1 (8) \$198,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$198,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the Washington new Americans
4 program.

5 (9) \$2,949,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$2,949,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for associate development
8 organizations. During the 2013-2015 fiscal biennium, the department
9 shall consider an associate development organization's total resources
10 when making contracting and fund allocation decisions, in addition to
11 the schedule provided in RCW 43.330.086.

12 (10) \$234,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$233,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the Washington asset building
15 coalitions.

16 (11) \$5,605,000 of the liquor revolving account--state
17 appropriation is provided solely for the department to contract with
18 the municipal research and services center of Washington.

19 (12) \$500,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$500,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the purposes of purchasing
22 contracted services to expand and promote the tourism industry in the
23 state of Washington.

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

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

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

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

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

37 (b) The department may not use more than 4 percent of the funds to
38 administer, monitor, and report the outcomes of the services. The

1 department must electronically submit performance metrics by January 1,
2 2014, and report the outcomes of the services by January 1, 2015, to
3 the economic development committees of the legislature.

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

10 (13) \$72,000 of the prostitution prevention and intervention
11 account is provided solely for implementation of Engrossed Substitute
12 House Bill No. 1291 (sex trade victims). If the bill is not enacted by
13 June 30, 2013, the amount provided in this subsection shall lapse.

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

20 (15) \$36,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$37,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the department to develop an
23 economic cluster strategy to leverage the state's unique maritime
24 assets, geography, history, and infrastructure. Goals include growing
25 employment, targeted economic activity, environmental considerations,
26 tax revenue to state and local governments, and quality of life
27 associated with the maritime sector by working with the industry to
28 understand workforce needs, parity considerations with Oregon and
29 British Columbia, and tax structure and regulatory barriers. The
30 department will report its findings to the appropriate committees of
31 the legislature no later than December 1, 2014.

32 (16) \$2,000,000 of the Washington housing trust account--state
33 appropriation is provided solely for the department of commerce for
34 services to homeless families through the Washington families fund.

35 (17) \$5,000,000 of the home security account--state appropriation
36 is provided solely for the department of commerce to provide emergency
37 assistance to homeless families in the temporary assistance for needy
38 families program.

1 (18) \$75,000 of the general fund--state appropriation for fiscal
2 year 2014 is provided solely for the economic development commission to
3 retain one current administrative position. The department shall
4 convene a work group, chaired by the current chair of the economic
5 development commission, of representatives of associate development
6 organizations and the economic development commission to recommend:
7 (1) Changes to the economic development commission's purpose and source
8 and amount of funding; (2) objective benchmarks and outcome-based
9 performance measures for evaluating state investments in economic
10 development; (3) high priority regulatory reforms to foster a favorable
11 business climate for long-term private sector job creation and
12 competitiveness; and (4) organizational roles responsibilities and
13 structures to strengthen cohesive planning, streamline execution, and
14 improve outcomes. The work group shall be comprised of representatives
15 from no less than eight associate development organizations
16 representing both urban and rural counties and counties on both sides
17 of the Cascade range. The department shall submit a report of the work
18 group's recommendation to the fiscal and economic development policy
19 committees of the legislature by December 15, 2013.

20 (19) (~~(\$4,000,000)~~) \$2,515,000 of the general fund--state
21 appropriation for fiscal year 2014 and (~~(\$850,000)~~) \$4,079,000 of the
22 general fund--state appropriation for fiscal year 2015 are provided
23 solely for purposes of creating and operating a community health care
24 and education and innovation center at the Pacific Medical Center in
25 Seattle. Amounts provided in this subsection must be used for lease,
26 maintenance, operations, and other required related expenses for
27 Seattle community colleges allied health programs and other related
28 uses identified by the department of commerce. The department is
29 authorized to enter into a thirty-year lease for the Pacific Medical
30 Center property. Of the amounts provided in this subsection for fiscal
31 year 2015, \$300,000 is provided solely for Seattle community college
32 for planning funds for establishing the health training center at
33 Pacific medical center.

34 (20) Within the appropriations in this section, the department
35 shall, by December 1, 2013, develop a comprehensive start-up Washington
36 strategy to facilitate the growth of start-ups and enhance the state's
37 competitiveness in recruiting and retaining businesses that start up in
38 Washington. This shall include but is not limited to: Business and

1 occupation tax relief, capital investment, regulatory burdens,
2 workforce and infrastructure needs and support. Start-up businesses
3 interactions with state government and other public entities as a
4 customer shall also be considered.

5 (21) \$700,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$700,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the department to identify and
8 invest in strategic growth areas, support key sectors, and align
9 existing economic development programs and priorities. The department
10 must consider Washington's position as the most trade dependent state
11 when identifying priority investments. The department must engage
12 states and provinces in the northwest as well as associate development
13 organizations, small business development centers, chambers of
14 commerce, ports, and other partners to leverage the funds provided.
15 For each dollar expended the department must receive a one hundred
16 percent match. The match may be provided by the department through
17 nongeneral fund sources, or any partnering governments or
18 organizations. The department must develop performance metrics and
19 milestones. The department must electronically submit the performance
20 metrics and performance-to-date by January 1, 2014, to the economic
21 development committees of the legislature.

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

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

30 (24) \$25,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$25,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for the economic impact and
33 infrastructure cost study for Covington town center.

34 (25) The department is directed to work with innovation partnership
35 zone administrators to review the existing grant program, including the
36 criteria for designation as an innovation partnership zone and the
37 grant funding criteria. The department shall submit its report to the
38 legislature by December 1, 2013.

1 (26) \$250,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$1,700,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for facilitating technology
4 transfer and commercialization activities, and to develop technology-
5 based industries throughout the state.

6 (a) Through a competitive process, the department must contract
7 with a nonprofit entity with a principal office in Washington with
8 experience in technology-based commercialization and technology
9 transfer activities. The director of the department of commerce shall
10 appoint a contract steering committee to determine the level of
11 expenditure of state moneys on the following services:

12 (i) Supporting businesses in securing federal and private funds to
13 support product research and commercialization, developing and
14 integrating technology in new or enhanced products and services, and
15 launching those products and services in sustainable businesses in the
16 state;

17 (ii) Establishing public-private partnerships and programmatic
18 activities that increase the competitiveness of state industries;

19 (iii) Working with the state energy office to improve the alignment
20 of investments in clean energy technologies with state policies; and

21 (iv) Administering technology and innovation grant and loan
22 programs.

23 (b) The department may use up to five percent of the funds provided
24 in this subsection to administer and monitor any contracts under this
25 subsection.

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

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

| | | |
|----|---|--------------------|
| 29 | General Fund--State Appropriation (FY 2014) | (\$764,000) |
| 30 | | <u>\$758,000</u> |
| 31 | General Fund--State Appropriation (FY 2015) | (\$802,000) |
| 32 | | <u>\$814,000</u> |
| 33 | Lottery Administrative Account--State Appropriation | \$50,000 |
| 34 | TOTAL APPROPRIATION | (\$1,616,000) |
| 35 | | <u>\$1,622,000</u> |

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

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

| | | |
|----|---|-------------------------------|
| 4 | General Fund--State Appropriation (FY 2014) | ((\$18,414,000)) |
| 5 | | <u>\$18,155,000</u> |
| 6 | General Fund--State Appropriation (FY 2015) | ((\$17,542,000)) |
| 7 | | <u>\$18,817,000</u> |
| 8 | General Fund--Federal Appropriation | ((\$31,340,000)) |
| 9 | | <u>\$34,337,000</u> |
| 10 | General Fund--Private/Local Appropriation | \$370,000 |
| 11 | Economic Development Strategic Reserve Account--State | |
| 12 | Appropriation | ((\$289,000)) |
| 13 | | <u>\$288,000</u> |
| 14 | Personnel Service Fund--State Appropriation | ((\$8,656,000)) |
| 15 | | <u>\$8,612,000</u> |
| 16 | Data Processing Revolving Account--State | |
| 17 | Appropriation | ((\$6,015,000)) |
| 18 | | <u>\$6,526,000</u> |
| 19 | Higher Education Personnel Services Account--State | |
| 20 | Appropriation | \$1,497,000 |
| 21 | Performance Audits of Government Account--State | |
| 22 | Appropriation | \$4,000,000 |
| 23 | TOTAL APPROPRIATION | ((\$88,123,000)) |
| 24 | | <u>\$92,602,000</u> |

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

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

33 Along with a summary of the current method of providing benefits,
34 the report must include an analysis of the policy and fiscal
35 implications of accessing health benefits through the Washington health
36 benefits exchange. The report must also provide an analysis of a
37 medicaid section 1115 waiver with the federal centers for medicare and
38 medicaid services that would provide additional medicaid matching funds

1 for individual provider home care workers who are provided with health
2 care benefits through a collective bargaining agreement negotiated with
3 the state under chapter 74.39A RCW, but would otherwise be eligible for
4 medicaid under the federal expanded eligibility provisions that take
5 effect January 1, 2014.

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

8 (2) \$350,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for implementation of Engrossed Second
10 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
11 bill is not enacted by June 30, 2013, the amount provided in this
12 subsection shall lapse.

13 (3) \$536,000 of the general fund--state appropriation for fiscal
14 year 2014 is provided solely for a study of the state's medical and
15 public assistance eligibility systems and infrastructure with the goal
16 of simplifying procedures, improving customer service, and reducing
17 state expenditures. The study must also examine which state entities
18 play various roles in the eligibility and data verification processes
19 in order to determine if eligibility processes can be further
20 streamlined in light of changes related to the federal affordable care
21 act. The study must identify how costs will be allocated between state
22 and federal funding sources and options for maximizing federal
23 participation. The office of financial management shall provide a
24 report on its findings and recommendations to the relevant policy and
25 fiscal committees of the legislature by January 1, 2014.

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

1 voluntary; however, funding appropriated for this program shall only be
2 available to those institutions that have chosen to participate in the
3 program.

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

- 5 (i) One representative from the student achievement council;
- 6 (ii) One representative from the education data center created in
7 RCW 43.41.400; and
- 8 (iii) One representative from each of the four-year institutions of
9 higher education.

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

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

- 13 (A) Performance in specific metrics;
- 14 (B) Control and reduction where possible of resident undergraduate
15 and graduate tuition; and
- 16 (C) Efficient utilization of classrooms, laboratories, and online
17 and other high technology instructional methods;

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

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

27 (iv) A methodology for establishing a baseline level of state
28 funding that:

- 29 (A) Fully supports the state's need for an increasing portion of
30 its citizens to gain post-secondary education and qualifications;
- 31 (B) Recognizes the acute need of the state's high-technology
32 economy for a sufficient number of graduates in high employer demand
33 programs of study;
- 34 (C) Achieves a more equitable share of support between the state
35 and students and their families; and

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

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

4 (5) \$1,000,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the office of financial management to
6 contract with a statewide nonprofit organization with expertise in
7 promoting and supporting STEM education from early learning through
8 postsecondary education in accordance with chapter 25, Laws of 2013 2nd
9 sp. sess.

10 (6) \$300,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for an analysis of statewide jail needs
12 and how operational costs are incurred among local governments. The
13 analysis must examine, among other things, how regional capacity is
14 currently being utilized at the state and local level and the financial
15 impact to counties of providing felon and juvenile detention. A report
16 of findings must be provided to the governor and legislative fiscal
17 committees by November 1, 2014.

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

20 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

21 Administrative Hearings Revolving Account--State

22 Appropriation ((\$37,772,000))
23 \$38,142,000

24 The appropriation in this section is subject to the following
25 conditions and limitations:

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

33 (2) \$137,000 of the administrative hearings revolving account--
34 state appropriation is provided solely for replacement of a portion of
35 the agency's personal computers. The amount provided in this
36 subsection is conditioned on the department satisfying the requirements

1 of the project management oversight standards and policies established
2 by the office of the chief information officer.

3 **Sec. 131.** 2013 2nd sp.s. c 4 s 132 (uncodified) is amended to read
4 as follows:

5 **FOR THE WASHINGTON STATE LOTTERY**

6 Lottery Administrative Account--State
7 Appropriation ((~~\$25,696,000~~))
8 \$25,813,000

9 The appropriation in this section is subject to the following
10 conditions and limitations:

11 (1) \$596,000 of the lottery administrative account--state
12 appropriation is provided solely for the replacement of the lottery's
13 gaming systems vendor contract.

14 (2) No portion of this appropriation may be used for acquisition of
15 gaming system capabilities that violates state law.

16 (3) \$133,000 of the lottery administrative account--state
17 appropriation is provided solely for the construction and placement of
18 a staffed kiosk at the SeaTac international airport. The agency shall
19 submit a preliminary cost-benefit analysis to the office of financial
20 management and the appropriate fiscal committees of the legislature by
21 November 1, 2014.

22 **Sec. 132.** 2013 2nd sp.s. c 4 s 133 (uncodified) is amended to read
23 as follows:

24 **FOR THE COMMISSION ON HISPANIC AFFAIRS**

25 General Fund--State Appropriation (FY 2014) ((~~\$238,000~~))
26 \$235,000
27 General Fund--State Appropriation (FY 2015) ((~~\$235,000~~))
28 \$242,000
29 TOTAL APPROPRIATION ((~~\$473,000~~))
30 \$477,000

31 **Sec. 133.** 2013 2nd sp.s. c 4 s 134 (uncodified) is amended to read
32 as follows:

33 **FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS**

34 General Fund--State Appropriation (FY 2014) ((~~\$233,000~~))
35 \$238,000

1 General Fund--State Appropriation (FY 2015) ((\$224,000))
 2 \$237,000
 3 TOTAL APPROPRIATION ((\$457,000))
 4 \$475,000

5 **Sec. 134.** 2013 2nd sp.s. c 4 s 135 (uncodified) is amended to read
 6 as follows:

7 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**
 8 General Fund--State Appropriation (FY 2015) \$250,000
 9 Department of Retirement Systems Expense
 10 Account--State Appropriation ((\$50,728,000))
 11 \$50,656,000
 12 TOTAL APPROPRIATION \$50,906,000

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

15 (1) \$250,000 of the general fund--state appropriation for fiscal
 16 year 2015 is provided solely for the department of retirement systems
 17 to investigate options for private sector retirement accounts. The
 18 department of retirement systems is authorized to explore alternatives
 19 for retirement savings accounts for employees of private sector and
 20 non-profit organizations, especially workers in small and medium-sized
 21 firms. This may include work to develop a plan or plans for submittal
 22 to the United States internal revenue service for approval under the
 23 tax code. In developing plans, the department shall minimize financial
 24 and other liability to the state, as well as the cost of the plan. The
 25 department of retirement systems may: (a) Consult with service
 26 organizations that promote retirement savings, and (b) partner with any
 27 other state, local or federal agencies engaged in similar efforts to
 28 develop retirement savings programs for employees of private and
 29 nonprofit sector organizations. The department shall inform the office
 30 of financial management of the results of its work under this section
 31 by June 30, 2015.

32 (2) The department shall not implement or accept enrollments in any
 33 state run or sponsored retirement savings plan under this section
 34 without prior legislative approval.

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>\$108,175,000</u> |
| 4 | General Fund--State Appropriation (FY 2015) | ((<u>\$106,301,000</u>)) |
| 5 | | <u>\$105,786,000</u> |
| 6 | Timber Tax Distribution Account--State | |
| 7 | Appropriation | ((<u>\$6,102,000</u>)) |
| 8 | | <u>\$6,094,000</u> |
| 9 | Waste Reduction/Recycling/Litter Control--State | |
| 10 | Appropriation | ((<u>\$132,000</u>)) |
| 11 | | <u>\$131,000</u> |
| 12 | State Toxics Control Account--State Appropriation | ((<u>\$93,000</u>)) |
| 13 | | <u>\$92,000</u> |
| 14 | Master License Fund--State Appropriation | ((<u>\$17,082,000</u>)) |
| 15 | | <u>\$17,066,000</u> |
| 16 | Data Processing Revolving Account--State Appropriation . . . | \$6,751,000 |
| 17 | TOTAL APPROPRIATION | ((<u>\$244,446,000</u>)) |
| 18 | | <u>\$244,095,000</u> |

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

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

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

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

37 (4) \$641,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$297,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the implementation of Senate
2 Bill No. 5882 or House Bill No. 2081 (tax preferences and
3 transparency). If neither bill is enacted by June 30, 2013, the
4 amounts provided in the subsection shall lapse.

5 **Sec. 136.** 2013 2nd sp.s. c 4 s 137 (uncodified) is amended to read
6 as follows:

7 **FOR THE BOARD OF TAX APPEALS**

| | | |
|----|---|------------------------------|
| 8 | General Fund--State Appropriation (FY 2014) | ((\$1,217,000)) |
| 9 | | <u>\$1,203,000</u> |
| 10 | General Fund--State Appropriation (FY 2015) | ((\$1,178,000)) |
| 11 | | <u>\$1,192,000</u> |
| 12 | TOTAL APPROPRIATION | \$2,395,000 |

13 **Sec. 137.** 2013 2nd sp.s. c 4 s 138 (uncodified) is amended to read
14 as follows:

15 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

| | | |
|----|--|------------------------------|
| 16 | OMWBE Enterprises Account--State Appropriation | ((\$4,077,000)) |
| 17 | | <u>\$4,027,000</u> |

18 The appropriation in this section is subject to the following
19 conditions and limitations: (~~(\$200,000 of the minority and women's~~
20 ~~business enterprises account state appropriation is provided for~~
21 ~~implementation of a certification program for small business~~
22 ~~enterprises.)) The agency will collaborate with the department of
23 transportation to certify small businesses as small business
24 enterprises. Funding for this work is provided through interagency
25 agreement with the state department of transportation.~~

26 **Sec. 138.** 2013 2nd sp.s. c 4 s 139 (uncodified) is amended to read
27 as follows:

28 **FOR THE INSURANCE COMMISSIONER**

| | | |
|----|--|-------------------------------|
| 29 | General Fund--State Appropriation (FY 2014) | \$300,000 |
| 30 | General Fund--State Appropriation (FY 2015) | \$100,000 |
| 31 | General Fund--Federal Appropriation | ((\$4,495,000)) |
| 32 | | <u>\$4,490,000</u> |
| 33 | Health Benefit Exchange Account--State Appropriation | \$676,000 |
| 34 | Insurance Commissioners Regulatory Account--State | |
| 35 | Appropriation | ((\$49,555,000)) |

1 \$49,760,000
 2 TOTAL APPROPRIATION ((~~\$55,126,000~~))
 3 \$55,326,000

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

6 (1) \$676,000 of the health benefit exchange account--state
 7 appropriation is provided solely to implement Engrossed Substitute
 8 House Bill No. 1947 (Washington health benefit exchange). If the bill
 9 is not enacted by June 30, 2013, the amount provided in this subsection
 10 shall lapse.

11 (2) The office of the insurance commissioner shall not curtail
 12 functions relating to solvency, rates and forms, and consumer
 13 protection.

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

16 **FOR THE STATE INVESTMENT BOARD**
 17 State Investment Board Expense Account--State
 18 Appropriation ((~~\$36,035,000~~))
 19 \$36,008,000

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

22 **FOR THE LIQUOR CONTROL BOARD**
 23 Liquor Revolving Account--State Appropriation ((~~\$65,146,000~~))
 24 \$64,738,000
 25 General Fund--Federal Appropriation \$945,000
 26 General Fund--Private/Local Appropriation \$25,000
 27 TOTAL APPROPRIATION ((~~\$66,116,000~~))
 28 \$65,708,000

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

31 (1) ((~~\$2,494,000~~)) \$7,350,000 of the liquor revolving account--
 32 state appropriation is provided solely for the liquor control board to
 33 implement Initiative Measure No. 502.

34 (2)(a) The liquor control board must work with the department of
 35 health and the department of revenue to develop recommendations for the

1 legislature regarding the interaction of medical marijuana regulations
2 and the provisions of Initiative Measure No. 502. At a minimum, the
3 recommendations must include provisions addressing the following:

- 4 (i) Age limits;
 - 5 (ii) Authorizing requirements for medical marijuana;
 - 6 (iii) Regulations regarding health care professionals;
 - 7 (iv) Collective gardens;
 - 8 (v) Possession amounts;
 - 9 (vi) Location requirements;
 - 10 (vii) Requirements for medical marijuana producing, processing, and
11 retail licensing;
 - 12 (viii) Taxation of medical marijuana in relation to recreational
13 marijuana; and
 - 14 (ix) The state agency that should be the regulatory body for
15 medical cannabis.
- 16 (b) The board must submit its recommendations to the appropriate
17 committees of the legislature by January 1, 2014.

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

20 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

| | | |
|----|--|---------------------------|
| 21 | General Fund--Federal Appropriation | \$150,000 |
| 22 | General Fund--Private/Local Appropriation | (\$11,228,000) |
| 23 | | <u>\$11,223,000</u> |
| 24 | Public Service Revolving Account--State | |
| 25 | Appropriation | (\$29,893,000) |
| 26 | | <u>\$29,917,000</u> |
| 27 | Pipeline Safety Account--State Appropriation | \$4,411,000 |
| 28 | Pipeline Safety Account--Federal Appropriation | (\$1,938,000) |
| 29 | | <u>\$1,933,000</u> |
| 30 | TOTAL APPROPRIATION | (\$47,620,000) |
| 31 | | <u>\$47,634,000</u> |

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

- 34 (1) The commission shall work with the Idaho public utilities
35 commission and the public utility commission of Oregon to identify
36 common regulatory functions that can be performed jointly, with the
37 goal of formalizing an agreement that protects essential services while

1 increasing regulatory effectiveness and efficiencies through economies
2 of scale. The commission is authorized to enter into an agreement with
3 such other state public utility commissions to work jointly in
4 administering specified respective regulatory functions.

5 (2) Up to \$200,000 of the total appropriation is provided for the
6 commission to continue to evaluate the regulatory processes for energy
7 companies and identify and implement administrative actions to improve
8 those processes. The commission shall develop and adopt a schedule for
9 such administrative actions.

10 **Sec. 142.** 2013 2nd sp.s. c 4 s 143 (uncodified) is amended to read
11 as follows:

12 **FOR THE MILITARY DEPARTMENT**

| | | |
|----|--|--------------------------------|
| 13 | General Fund--State Appropriation (FY 2014) | ((\$1,880,000)) |
| 14 | | <u>\$1,855,000</u> |
| 15 | General Fund--State Appropriation (FY 2015) | ((\$1,846,000)) |
| 16 | | <u>\$1,721,000</u> |
| 17 | General Fund--Federal Appropriation | ((\$140,135,000)) |
| 18 | | <u>\$140,101,000</u> |
| 19 | Enhanced 911 Account--State Appropriation | ((\$58,514,000)) |
| 20 | | <u>\$58,725,000</u> |
| 21 | Disaster Response Account--State Appropriation | ((\$14,531,000)) |
| 22 | | <u>\$20,116,000</u> |
| 23 | Disaster Response Account--Federal Appropriation | ((\$53,253,000)) |
| 24 | | <u>\$69,066,000</u> |
| 25 | Military Department Rent and Lease Account--State | |
| 26 | Appropriation | \$615,000 |
| 27 | Worker and Community Right-to-Know Account--State | |
| 28 | Appropriation | ((\$2,794,000)) |
| 29 | | <u>\$3,320,000</u> |
| 30 | TOTAL APPROPRIATION | ((\$273,568,000)) |
| 31 | | <u>\$295,519,000</u> |

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

34 (1) ((~~\$14,531,000~~)) \$20,116,000 of the disaster response account--
35 state appropriation and ((~~\$53,253,000~~)) \$69,066,000 of the disaster
36 response account--federal appropriation may be spent only on disasters
37 declared by the governor and with the approval of the office of

1 financial management. The military department shall submit a report to
2 the office of financial management and the legislative fiscal
3 committees on October 1st and February 1st of each year detailing
4 information on the disaster response account, including: (a) The
5 amount and type of deposits into the account; (b) the current available
6 fund balance as of the reporting date; and (c) the projected fund
7 balance at the end of the 2014-2015 biennium based on current revenue
8 and expenditure patterns.

9 (2) (~~(\$75,000,000)~~) \$60,000,000 of the general fund--federal
10 appropriation is provided solely for homeland security, subject to the
11 following conditions:

12 (a) Any communications equipment purchased by local jurisdictions
13 or state agencies shall be consistent with standards set by the
14 Washington state interoperability executive committee; and

15 (b) The department shall submit an annual report to the office of
16 financial management and the legislative fiscal committees detailing
17 the governor's domestic security advisory group recommendations;
18 homeland security revenues and expenditures, including estimates of
19 total federal funding for the state; and incremental changes from the
20 previous estimate.

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

23 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

| | |
|---|--------------------------|
| 24 General Fund--State Appropriation (FY 2014) | (\$1,977,000) |
| | <u>\$1,993,000</u> |
| 26 General Fund--State Appropriation (FY 2015) | (\$2,036,000) |
| | <u>\$2,067,000</u> |
| 28 Higher Education Personnel Services Account--State | |
| 29 Appropriation | \$521,000 |
| 30 Personnel Service Account--State Appropriation | (\$3,300,000) |
| | <u>\$3,325,000</u> |
| 32 TOTAL APPROPRIATION | (\$7,834,000) |
| | <u>\$7,906,000</u> |

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

1 **FOR THE BOARD OF ACCOUNTANCY**

2 Certified Public Accountants' Account--State
3 Appropriation ((~~\$2,699,000~~))
4 \$2,701,000

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

7 **FOR THE HORSE RACING COMMISSION**

8 Horse Racing Commission Operating Account--State
9 Appropriation ((~~\$3,552,000~~))
10 \$3,464,000

11 The appropriation in this section is subject to the following
12 conditions and limitations: Pursuant to RCW 43.135.055, the commission
13 is authorized to increase licensing fees by up to five percent in
14 fiscal year 2014 and up to five percent in fiscal year 2015; and
15 background check fees by up to one dollar in fiscal year 2014, and up
16 to one dollar in fiscal year 2015.

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

19 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

20 General Fund--State Appropriation (FY 2014) ((~~\$3,654,000~~))
21 \$3,661,000
22 General Fund--State Appropriation (FY 2015) ((~~\$3,628,000~~))
23 \$3,622,000
24 Building Code Council Account--State Appropriation . . . ((~~\$1,227,000~~))
25 \$1,225,000
26 Enterprise Services Account--State Appropriation \$2,400,000
27 Data Processing Revolving Account--State Appropriation . . . \$7,062,000
28 TOTAL APPROPRIATION ((~~\$8,509,000~~))
29 \$17,970,000

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

32 (1) \$3,287,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$3,286,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for the payment of facilities and
35 services charges, utilities and contracts charges, public and historic
36 facilities charges, and capital projects surcharges allocable to the

1 senate, house of representatives, statute law committee, and joint
2 legislative systems committee. The department shall allocate charges
3 attributable to these agencies among the affected revolving funds. The
4 department shall maintain an interagency agreement with these agencies
5 to establish performance standards, prioritization of preservation and
6 capital improvement projects, and quality assurance provisions for the
7 delivery of services under this subsection. The legislative agencies
8 named in this subsection shall continue to enjoy all of the same rights
9 of occupancy and space use on the capitol campus as historically
10 established.

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

14 (3) The building code council account appropriation is provided
15 solely for the operation of the state building code council as required
16 by statute and modified by the standards established by executive order
17 10-06. The council shall not consider any proposed code amendment or
18 take any other action not authorized by statute or in compliance with
19 the standards established in executive order 10-06. No member of the
20 council may receive compensation, per diem, or reimbursement for
21 activities other than physical attendance at those meetings of the
22 state building code council or the council's designated committees, at
23 which the opportunity for public comment is provided generally and on
24 all agenda items upon which the council proposes to take action. The
25 building code council shall comply with chapter 19.85 RCW, known as the
26 regulatory fairness act, by including with all proposed substantial
27 code amendments an analysis addressing cost effectiveness, net
28 benefits, payback periods, and life-cycle costs.

29 ~~((+5))~~ (4) The department of enterprise services shall purchase
30 flags needed for ceremonial occasions on the capitol campus in order to
31 fully represent the countries that have an international consulate in
32 Washington state.

33 ~~((+6))~~ (5) Before any agency may purchase a passenger motor
34 vehicle as defined in RCW 43.19.560, the agency must have written
35 approval from the director of the department of enterprise services.

36 ~~((+7))~~ (6) \$2,400,000 of the ~~((data processing revolving account))~~
37 enterprise services account--state appropriation is provided solely for
38 the implementation of a pilot program to implement a strategy and

1 action plan to modernize the state's enterprise financial and
2 administrative systems. The department, the office of financial
3 management, and the office of the chief information officer, will lead
4 the planning effort and establish advisory committees composed of key
5 stakeholders. The plan will include an assessment of the readiness of
6 state government to conduct a business transformation and system
7 replacement project of this scale. The plan shall incorporate the
8 objectives of lean management and should include recommendations on:
9 Project scope, phasing and timeline, expected outcomes and measures of
10 success, product strategy, budget and financing strategy options, risk
11 mitigation, staffing and organization, and strategies to close
12 readiness gaps. The department shall submit the implementation plan to
13 the fiscal committees of the legislature by December 15, (~~(2013)~~) 2014.

14 The amounts provided in this subsection are conditioned on the
15 department satisfying the requirements of the project management
16 oversight standards and policies established by the office of the chief
17 information officer.

18 (~~((+8) \$8,013,000))~~ (7) \$7,062,000 of the data processing revolving
19 account--state appropriation is provided solely for the implementation
20 of a pilot program to implement a time, leave, and attendance
21 enterprise system. The amounts provided in this subsection are
22 conditioned on the department satisfying the requirements of the
23 project management oversight standards and policies established by the
24 office of the chief information officer.

25 (~~((+9))~~) (8) From the fee charged to master contract vendors, the
26 department shall transfer to the office of minority and women's
27 business enterprises in equal monthly installments \$2,039,000 in fiscal
28 year 2014 and \$2,038,000 in fiscal year 2015.

29 (~~((+10))~~) (9) The legislature intends to review for purchase parcel
30 number one and surrounding property on McNeil Island. The department
31 shall coordinate with the federal government to obtain an appraisal
32 determining the fair market value and shall provide an estimate to the
33 legislative fiscal committees by October 1, 2013.

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

36 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

37 Volunteer Firefighters' and Reserve Officers'

1 Administrative Account--State Appropriation (~~(\$1,044,000)~~)
2 \$966,000

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

5 **FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION**
6 General Fund--State Appropriation (FY 2014) (~~(\$1,293,000)~~)
7 \$1,271,000
8 General Fund--State Appropriation (FY 2015) (~~(\$1,242,000)~~)
9 \$1,386,000
10 General Fund--Federal Appropriation (~~(\$1,950,000)~~)
11 \$2,073,000
12 General Fund--Private/Local Appropriation \$14,000
13 TOTAL APPROPRIATION (~~(\$4,499,000)~~)
14 \$4,744,000

15 NEW SECTION. **Sec. 149.** A new section is added to 2013 2nd sp.s.
16 c 4 (uncodified) to read as follows:

17 **FOR THE GAMBLING COMMISSION**
18 Pursuant to RCW 43.135.055, the commission is authorized to
19 increase license fees by up to five percent in fiscal year 2015.

(End of part)

PART II
HUMAN SERVICES

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

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES**

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

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

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

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

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

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

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

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

33 (b) To the extent that transfers under (a) of this subsection are
34 insufficient to fund actual expenditures in excess of fiscal year 2014
35 caseload forecasts and utilization assumptions in the long-term care,
36 foster care, adoptions support, medicaid personal care, and child
37 support programs, the department may transfer state moneys that are
38 provided solely for a specified purpose. The department may not

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

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

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

| | | |
|----|---|----------------------------------|
| 16 | General Fund--State Appropriation (FY 2014) | ((\$296,676,000)) |
| 17 | | <u>\$295,950,000</u> |
| 18 | General Fund--State Appropriation (FY 2015) | ((\$297,641,000)) |
| 19 | | <u>\$294,132,000</u> |
| 20 | General Fund--Federal Appropriation | ((\$489,939,000)) |
| 21 | | <u>\$490,514,000</u> |
| 22 | General Fund--Private/Local Appropriation | \$1,354,000 |
| 23 | Home Security Fund Account--State Appropriation | \$10,741,000 |
| 24 | Domestic Violence Prevention Account--State | |
| 25 | Appropriation | \$1,240,000 |
| 26 | Child and Family Reinvestment Account--State | |
| 27 | Appropriation | ((\$6,491,000)) |
| 28 | | <u>\$3,330,000</u> |
| 29 | TOTAL APPROPRIATION | ((\$1,104,082,000)) |
| 30 | | <u>\$1,097,261,000</u> |

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

33 (1) Within amounts provided for the foster care and adoption
34 support programs, the department shall control reimbursement decisions
35 for foster care and adoption support cases such that the aggregate
36 average cost per case for foster care and for adoption support does not
37 exceed the amounts assumed in the projected caseload expenditures.

1 (2) \$668,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$668,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely to contract for the operation of
4 one pediatric interim care center. The center shall provide
5 residential care for up to thirteen children through two years of age.
6 Seventy-five percent of the children served by the center must be in
7 need of special care as a result of substance abuse by their mothers.
8 The center shall also provide on-site training to biological, adoptive,
9 or foster parents. The center shall provide at least three months of
10 consultation and support to the parents accepting placement of children
11 from the center. The center may recruit new and current foster and
12 adoptive parents for infants served by the center. The department
13 shall not require case management as a condition of the contract.

14 (3) \$538,500 of the general fund--state appropriation for fiscal
15 year 2014, \$539,500 of the general fund--state appropriation for fiscal
16 year 2015, \$656,000 of the general fund--private/local appropriation,
17 and \$253,000 of the general fund--federal appropriation are provided
18 solely for children's administration to contract with an educational
19 advocacy provider with expertise in foster care educational outreach.
20 The amounts in this subsection are provided solely for contracted
21 education coordinators to assist foster children in succeeding in K-12
22 and higher education systems and to assure a focus on education during
23 the transition to performance based contracts. Funding shall be
24 prioritized to regions with high numbers of foster care youth and/or
25 regions where backlogs of youth that have formerly requested
26 educational outreach services exist. The department shall utilize
27 private matching funds to maintain educational advocacy services.

28 (4) \$10,741,000 of the home security fund--state appropriation is
29 provided solely for the department to contract for services pursuant to
30 RCW 13.32A.030 and 74.15.220. The department shall contract and
31 collaborate with service providers in a manner that maintains the
32 availability and geographic representation of secure and semi-secure
33 crisis residential centers and HOPE centers. To achieve efficiencies
34 and increase utilization, the department shall allow the co-location of
35 these centers, except that a youth may not be placed in a secure
36 facility or the secure portion of a co-located facility except as
37 specifically authorized by chapter 13.32A RCW. The reductions to
38 appropriations in this subsection related to semi-secure crisis

1 residential centers reflect a reduction to the number of beds for semi-
2 secure crisis residential centers and not a reduction in rates. Any
3 secure crisis residential center or semi-secure crisis residential
4 center bed reduction shall not be based solely upon bed utilization.
5 The department is to exercise its discretion in reducing the number of
6 beds but to do so in a manner that maintains availability and
7 geographic representation of semi-secure and secure crisis residential
8 centers.

9 (5) \$125,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$125,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for a community-based organization
12 that has innovated, developed, and replicated a foster care delivery
13 model that includes a licensed hub home. The community-based
14 organization will provide training and technical assistance to the
15 children's administration to develop five hub home models in region 2
16 that will improve child outcomes, support foster parents, and encourage
17 the least restrictive community placements for children.

18 (6) \$73,000 of the general fund--state appropriation for fiscal
19 year 2014, \$20,000 of the general fund--state appropriation for fiscal
20 year 2015, and \$31,000 of the general fund--federal appropriation are
21 provided solely for implementation of Second Substitute House Bill No.
22 1566 (youth in out-of-home care). If the bill is not enacted by June
23 30, 2013, the amounts provided in this subsection shall lapse.

24 (7) \$88,000 of the general fund--state appropriation for fiscal
25 year 2014, \$2,000 of the general fund--state appropriation for fiscal
26 year 2015, and \$28,000 of the general fund--federal appropriation are
27 provided solely for implementation of Engrossed Substitute House Bill
28 No. 1774 (child welfare system). If the bill is not enacted by June
29 30, 2013, the amounts provided in this subsection shall lapse.

30 (8) (~~(\$1,698,000)~~) \$1,811,000 of the general fund--state
31 appropriation for fiscal year 2014, (~~(\$2,788,000)~~) \$3,220,000 of the
32 general fund--state appropriation for fiscal year 2015, and
33 (~~(\$1,894,000)~~) \$2,054,000 of the general fund--federal appropriation
34 are provided solely for implementation of Engrossed Second Substitute
35 Senate Bill No. 5405 (extended foster care). If the bill is not
36 enacted by June 30, 2013, the amounts provided in this subsection shall
37 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) \$1,783,000 of the general fund--state appropriation for fiscal
8 year 2015, (~~(\$6,491,000)~~) \$3,330,000 of the child and family
9 reinvestment account--state appropriation, and (~~(\$8,274,000)~~)
10 \$11,435,000 of the general fund--federal appropriation, are provided
11 solely for the implementation and operations of the family assessment
12 response program.

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

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

| | | |
|----|---|----------------------|
| 17 | General Fund--State Appropriation (FY 2014) | ((\$89,967,000)) |
| 18 | | <u>\$90,420,000</u> |
| 19 | General Fund--State Appropriation (FY 2015) | ((\$90,255,000)) |
| 20 | | <u>\$90,241,000</u> |
| 21 | General Fund--Federal Appropriation | \$3,464,000 |
| 22 | General Fund--Private/Local Appropriation | ((\$1,981,000)) |
| 23 | | <u>\$1,980,000</u> |
| 24 | Washington Auto Theft Prevention Authority Account-- | |
| 25 | State Appropriation | \$196,000 |
| 26 | Reinvesting in Youth--State Appropriation | \$383,000 |
| 27 | Juvenile Accountability Incentive Account--Federal | |
| 28 | Appropriation | \$2,801,000 |
| 29 | TOTAL APPROPRIATION | ((\$189,047,000)) |
| 30 | | <u>\$189,485,000</u> |

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

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

1 (juvenile code revisions). The amounts provided in this subsection are
2 intended to provide funding for county adult court costs associated
3 with the implementation of chapter 338, Laws of 1997 and shall be
4 distributed in accordance with RCW 82.14.310.

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

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

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

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

1 positive benefit-cost finding in the institute's report. County
2 juvenile courts shall apply to the juvenile rehabilitation
3 administration for funding for program-specific participation and the
4 administration shall provide grants to the courts consistent with the
5 per-participant treatment costs identified by the institute.

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

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

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

8 (b) The juvenile rehabilitation administration and the juvenile
9 courts shall establish a block grant funding formula oversight
10 committee with equal representation from the juvenile rehabilitation
11 administration and the juvenile courts. The purpose of this committee
12 is to assess the ongoing implementation of the block grant funding
13 formula, utilizing data-driven decision making and the most current
14 available information. The committee will be cochaired by the juvenile
15 rehabilitation administration and the juvenile courts, who will also
16 have the ability to change members of the committee as needed to
17 achieve its purpose. Initial members will include one juvenile court
18 representative from the finance committee, the community juvenile
19 accountability act committee, the risk assessment quality assurance
20 committee, the executive board of the Washington association of
21 juvenile court administrators, the Washington state center for court
22 research, and a representative of the superior court judges
23 association; two representatives from the juvenile rehabilitation
24 administration headquarters program oversight staff, two
25 representatives of the juvenile rehabilitation administration regional
26 office staff, one representative of the juvenile rehabilitation
27 administration fiscal staff and a juvenile rehabilitation
28 administration division director. The committee may make changes to
29 the formula categories other than the evidence-based program and
30 disposition alternative categories if it is determined the changes will
31 increase statewide service delivery or effectiveness of evidence-based
32 program or disposition alternative resulting in increased cost benefit
33 savings to the state. Long-term cost benefit must be considered.
34 Percentage changes may occur in the evidence-based program or
35 disposition alternative categories of the formula should it be
36 determined the changes will increase evidence-based program or
37 disposition alternative delivery and increase the cost benefit to the
38 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 **Sec. 204.** 2013 2nd sp.s. c 4 s 204 (uncodified) is amended to read
17 as follows:

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

20 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

| | |
|--|----------------------------------|
| 21 General Fund--State Appropriation (FY 2014) | ((\$327,467,000)) |
| | <u>\$327,737,000</u> |
| 23 General Fund--State Appropriation (FY 2015) | ((\$308,723,000)) |
| 24 | <u>\$320,338,000</u> |
| 25 General Fund--Federal Appropriation | ((\$561,394,000)) |
| 26 | <u>\$632,421,000</u> |
| 27 General Fund--Private/Local Appropriation | \$17,864,000 |
| 28 TOTAL APPROPRIATION | ((\$1,215,448,000)) |
| 29 | <u>\$1,298,360,000</u> |

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

32 (a) \$104,999,000 of the general fund--state appropriation for
33 fiscal year 2014 and \$85,895,000 of the general fund--state
34 appropriation for fiscal year 2015 are provided solely for persons and
35 services not covered by the medicaid program. To the extent possible,
36 levels of regional support network spending shall be maintained in the
37 following priority order: Crisis and commitment services; community

1 inpatient services; and residential care services, including personal
2 care and emergency housing assistance. This is a reduction in flexible
3 nonmedicaid funding of \$4,343,000 for fiscal year 2014 and \$23,446,000
4 for fiscal year 2015. This reduction reflects offsets in state funding
5 related to services that will now be funded with federal dollars
6 through the affordable care act medicaid expansion. This reduction
7 shall be distributed as follows:

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

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

22 (b) \$6,590,000 of the general fund--state appropriation for fiscal
23 year 2014, \$6,590,000 of the general fund--state appropriation for
24 fiscal year 2015, and \$7,620,000 of the general fund--federal
25 appropriation are provided solely for the department and regional
26 support networks to continue to contract for implementation of high-
27 intensity programs for assertive community treatment (PACT) teams. In
28 determining the proportion of medicaid and nonmedicaid funding provided
29 to regional support networks with PACT teams, the department shall
30 consider the differences between regional support networks in the
31 percentages of services and other costs associated with the teams that
32 are not reimbursable under medicaid. The department may allow regional
33 support networks which have nonmedicaid reimbursable costs that are
34 higher than the nonmedicaid allocation they receive under this section
35 to supplement these funds with local dollars or funds received under
36 section 204(1)(a) of this act. The department and regional support
37 networks shall maintain consistency with all essential elements of the

1 PACT evidence-based practice model in programs funded under this
2 section.

3 (c) \$5,850,000 of the general fund--state appropriation for fiscal
4 year 2014, \$5,850,000 of the general fund--state appropriation for
5 fiscal year 2015, and \$1,300,000 of the general fund--federal
6 appropriation are provided solely for the western Washington regional
7 support networks to provide either community- or hospital campus-based
8 services for persons who require the level of care previously provided
9 by the program for adaptive living skills (PALS) at western state
10 hospital.

11 (d) The number of nonforensic beds allocated for use by regional
12 support networks at eastern state hospital shall be 192 per day. The
13 number of nonforensic beds allocated for use by regional support
14 networks at western state hospital shall be 557 per day.

15 (e) From the general fund--state appropriations in this subsection,
16 the secretary of social and health services shall assure that regional
17 support networks reimburse the aging and disability services
18 administration for the general fund--state cost of medicaid personal
19 care services that enrolled regional support network consumers use
20 because of their psychiatric disability.

21 (f) The department is authorized to continue to contract directly,
22 rather than through contracts with regional support networks, for
23 children's long-term inpatient facility services.

24 (g) \$750,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$750,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely to continue performance-based
27 incentive contracts to provide appropriate community support services
28 for individuals with severe mental illness who were discharged from the
29 state hospitals as part of the expanding community services initiative.
30 These funds will be used to enhance community residential and support
31 services provided by regional support networks through other state and
32 federal funding.

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

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

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

7 (iii) Mental health services provided in nursing facilities to
8 individuals with dementia, and consultation to facility staff treating
9 those individuals; and

10 (iv) Services at the sixteen-bed evaluation and treatment facility.
11 At least annually, the Spokane regional support network shall assess
12 the effectiveness of these services in reducing utilization at eastern
13 state hospital, identify services that are not optimally effective, and
14 modify those services to improve their effectiveness.

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

20 (j) Regional support networks may use local funds to earn
21 additional federal medicaid match, provided the locally matched rate
22 does not exceed the upper-bound of their federally allowable rate
23 range, and provided that the enhanced funding is used only to provide
24 medicaid state plan or waiver services to medicaid clients.
25 Additionally, regional support networks may use a portion of the state
26 funds allocated in accordance with (a) of this subsection to earn
27 additional medicaid match, but only to the extent that the application
28 of such funds to medicaid services does not diminish the level of
29 crisis and commitment, community inpatient, residential care, and
30 outpatient services presently available to persons not eligible for
31 medicaid.

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

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

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

17 (n) Due to recent approval of federal medicaid matching funds for
18 the disability lifeline and the alcohol and drug abuse treatment
19 support act programs, the department shall charge regional support
20 networks for only the state share rather than the total cost of
21 community psychiatric hospitalization for persons enrolled in those
22 programs.

23 (o) The legislature finds that the circumstances of the Chelan-
24 Douglas regional support network (CD-RSN) make it necessary for CD-RSN
25 to undergo restructuring in order to provide mental health services
26 essential to the health and wellness of the citizens within its service
27 area. The legislature intends to provide additional temporary
28 financial relief to the CD-RSN while it undergoes internal
29 restructuring or negotiates a merger with another regional support
30 network.

31 The department shall negotiate relief for outstanding fiscal year
32 2013 reimbursements owed by CD-RSN to the state provided that the CD-
33 RSN has a plan in place that is approved by the department by August 1,
34 2013, that demonstrates how CD-RSN will maintain financial viability
35 and stability or will merge with another regional support network.

36 For the period of July 1, 2013, through December 31, 2013, the
37 department may alter collection of reimbursement from CD-RSN for
38 overuse of state hospital beds. To receive a reduction to the required

1 reimbursement for overuse of state hospital beds, CD-RSN must continue
 2 to prioritize services that reduce its utilization and census at
 3 eastern state hospital and be actively implementing an approved plan to
 4 maintain financial viability or pursuing a future merger with another
 5 regional support network. Up to \$298,000 of the general fund--state
 6 appropriation for fiscal year 2014 is for the department to provide
 7 payments to regional support networks in eastern Washington which have
 8 used less than their allocated or contracted patient days of care at
 9 the state hospital to replace the share of the reimbursements from CD-
 10 RSN that the regional support networks would have received under RCW
 11 71.24.320.

12 (p) \$266,000 of the general fund--state appropriation for fiscal
 13 year 2014 is provided solely to maintain services for the King county
 14 regional support network as it works to transition services to settings
 15 that are eligible for federal participation for individuals covered
 16 under the medicaid program.

17 (2) INSTITUTIONAL SERVICES

| | | |
|----|---|--------------------------------|
| 18 | General Fund--State Appropriation (FY 2014) | ((\$135,246,000)) |
| 19 | | <u>\$146,662,000</u> |
| 20 | General Fund--State Appropriation (FY 2015) | ((\$131,863,000)) |
| 21 | | <u>\$138,707,000</u> |
| 22 | General Fund--Federal Appropriation | ((\$150,863,000)) |
| 23 | | <u>\$152,714,000</u> |
| 24 | General Fund--Private/Local Appropriation | ((\$63,097,000)) |
| 25 | | <u>\$58,530,000</u> |
| 26 | TOTAL APPROPRIATION | ((\$481,069,000)) |
| 27 | | <u>\$496,613,000</u> |

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

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

33 (b) \$231,000 of the general fund--state appropriation for fiscal
 34 year 2014 and \$231,000 of the general fund--state appropriation for
 35 fiscal year 2015 are provided solely for a community partnership
 36 between western state hospital and the city of Lakewood to support
 37 community policing efforts in the Lakewood community surrounding
 38 western state hospital. The amounts provided in this subsection (2)(b)

1 are for the salaries, benefits, supplies, and equipment for one full-
2 time investigator, one full-time police officer, and one full-time
3 community service officer at the city of Lakewood.

4 (c) \$45,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$45,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for payment to the city of
7 Lakewood for police services provided by the city at western state
8 hospital and adjacent areas.

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

14 (e) (~~(\$2,068,000)~~) \$6,194,000 of the general fund--state
15 appropriation for fiscal year 2014, \$2,066,000 of the general fund--
16 state appropriation for fiscal year 2015, and \$240,000 of the general
17 fund--federal appropriation are provided solely for the state
18 psychiatric hospitals to plan, procure, and implement the core elements
19 of an electronic medical record system that is compliant with the
20 international classification of diseases (ICD-10) by October 1, 2014.
21 These funds must only be used for an electronic medical record system
22 that meets federal criteria for electronic sharing of patient
23 information and clinical care summaries with doctors' offices,
24 hospitals, and health systems which use federally certified electronic
25 health record systems. The procurement and implementation shall be
26 conducted to allow for these services to be expanded to the department
27 of corrections. The amounts provided in this subsection are
28 conditioned on the department satisfying the requirements of the
29 project management oversight standards and policies established by the
30 office of the chief information officer.

31 (3) SPECIAL PROJECTS

| | | |
|----|---|--------------------------|
| 32 | General Fund--State Appropriation (FY 2014) | (\$1,609,000) |
| 33 | | <u>\$1,612,000</u> |
| 34 | General Fund--State Appropriation (FY 2015) | (\$1,610,000) |
| 35 | | <u>\$1,613,000</u> |
| 36 | General Fund--Federal Appropriation | \$6,286,000 |
| 37 | TOTAL APPROPRIATION | (\$9,505,000) |
| 38 | | <u>\$9,511,000</u> |

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

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

7 (b) \$446,000 of the general fund--state appropriation for fiscal
8 year 2014, \$446,000 of the general fund--state appropriation for fiscal
9 year 2015, and \$178,000 of the general fund--federal appropriation are
10 provided solely for the University of Washington's evidence-based
11 practice institute which supports the identification, evaluation, and
12 implementation of evidence-based or promising practices. The institute
13 must work with the department to develop a plan to seek private,
14 federal, or other grant funding in order to reduce the need for state
15 general funds. The institute and the department must submit this plan
16 to the office of financial management and the fiscal committees of the
17 legislature by December 1, 2013.

18 (4) PROGRAM SUPPORT

| | | |
|----|---|-------------------------------|
| 19 | General Fund--State Appropriation (FY 2014) | ((\$5,287,000)) |
| 20 | | <u>\$6,153,000</u> |
| 21 | General Fund--State Appropriation (FY 2015) | ((\$4,777,000)) |
| 22 | | <u>\$7,385,000</u> |
| 23 | General Fund--Federal Appropriation | ((\$7,711,000)) |
| 24 | | <u>\$9,570,000</u> |
| 25 | General Fund--Private/Local Appropriation | \$502,000 |
| 26 | TOTAL APPROPRIATION | ((\$18,277,000)) |
| 27 | | <u>\$23,610,000</u> |

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

30 (a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,
31 the department is authorized to adopt license and certification fees in
32 fiscal years 2014 and 2015 to support the costs of the regulatory
33 program. The department's fee schedule shall have differential rates
34 for providers with proof of accreditation from organizations that the
35 department has determined to have substantially equivalent standards to
36 those of the department, including but not limited to the joint
37 commission on accreditation of health care organizations, the

1 commission on accreditation of rehabilitation facilities, and the
2 council on accreditation. To reflect the reduced costs associated with
3 regulation of accredited programs, the department's fees for
4 organizations with such proof of accreditation must reflect the lower
5 costs of licensing for these programs than for other organizations
6 which are not accredited.

7 (b) \$74,000 of the general fund--state appropriation for fiscal
8 year 2014, \$74,000 of the general fund--state appropriation for fiscal
9 year 2015, and \$78,000 of the general fund--federal appropriation are
10 provided solely for implementation of chapter 335, Laws of 2013 (ESSB
11 5480).

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

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

26 (e) \$349,000 of the general fund--state appropriation for fiscal
27 year 2014, \$212,000 of the general fund--state appropriation for fiscal
28 year 2015, and \$302,000 of the general fund--federal appropriation are
29 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and
30 chapter 338, Laws of 2013 (2SSB 5732).

31 (f) The department shall work cooperatively with the health care
32 authority to explore the feasibility of incentivizing small, rural
33 hospitals to convert, in part or fully, some of their beds to
34 psychiatric treatment beds. No later than December 31, 2014, the
35 department shall report to the appropriate fiscal committees of the
36 legislature on the feasibility of such conversion. The report shall
37 consider rate enhancements and the ability to claim federal medicaid
38 matching funds on converted beds.

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

8 (h) Within the amounts appropriated in this section, funding is
9 provided for the department to continue to develop the child adolescent
10 needs and strengths assessment tool and build workforce capacity to
11 provide evidence based wraparound services for children, consistent
12 with the anticipated settlement agreement in *T.R. v. Dreyfus and*
13 *Porter*.

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

16 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
17 **DISABILITIES PROGRAM**

18 (1) COMMUNITY SERVICES

| | |
|--|----------------------------------|
| 19 General Fund--State Appropriation (FY 2014) | ((\$439,963,000)) |
| | <u>\$446,723,000</u> |
| 21 General Fund--State Appropriation (FY 2015) | ((\$458,131,000)) |
| 22 | <u>\$466,323,000</u> |
| 23 General Fund--Federal Appropriation | ((\$820,769,000)) |
| 24 | <u>\$823,737,000</u> |
| 25 General Fund--Private/Local Appropriation | ((\$21,000)) |
| 26 | <u>\$982,000</u> |
| 27 TOTAL APPROPRIATION | ((\$1,718,884,000)) |
| 28 | <u>\$1,737,765,000</u> |

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

31 (a) Individuals receiving services as supplemental security income
32 (SSI) state supplemental payments shall not become eligible for medical
33 assistance under RCW 74.09.510 due solely to the receipt of SSI state
34 supplemental payments.
35

36 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
37 43.135.055, the department is authorized to increase nursing facility,
38 assisted living facility, and adult family home fees as necessary to

1 fully support the actual costs of conducting the licensure, inspection,
2 and regulatory programs. The license fees may not exceed the
3 department's annual licensing and oversight activity costs and shall
4 include the department's cost of paying providers for the amount of the
5 license fee attributed to medicaid clients.

6 (i) The current annual renewal license fee for adult family homes
7 shall be increased to \$225 per bed beginning in fiscal year 2014 and
8 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
9 shall be charged to each adult family home when the home is initially
10 licensed. This fee is nonrefundable.

11 (ii) The current annual renewal license fee for assisted living
12 facilities shall be increased to \$106 per bed beginning in fiscal year
13 2014 and \$106 per bed beginning in fiscal year 2015.

14 (iii) The current annual renewal license fee for nursing facilities
15 shall be increased to \$359 per bed beginning in fiscal year 2014 and
16 \$359 per bed beginning in fiscal year 2015.

17 (c) \$13,301,000 of the general fund--state appropriation for fiscal
18 year 2014, \$20,607,000 of the general fund--state appropriation for
19 fiscal year 2015, and \$33,910,000 of the general fund federal
20 appropriation are provided solely for the implementation of the
21 agreement reached between the governor and the service employees
22 international union healthcare 775nw through an interest arbitration
23 decision under the provisions of chapters 74.39A and 41.56 RCW for the
24 2013-2015 fiscal biennium.

25 (d) \$6,244,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$6,244,000 of the general fund--state appropriation for
27 fiscal year 2015 are appropriated solely for the individual and family
28 support program. Within these amounts, the department shall expand the
29 current number of clients receiving services and focus on extending
30 services to individuals with developmental disabilities who are not
31 otherwise receiving paid services from the department.

32 (~~((f) \$1,547,000))~~ (e) \$774,000 of the general fund--state
33 appropriation for fiscal year 2015, and (~~(\$4,790,000))~~ \$2,395,000 of
34 the general fund--federal appropriation are provided solely for a
35 payment system that satisfies medicaid requirements regarding time
36 reporting for W-2 providers. The amounts provided in this subsection
37 are conditioned on the department satisfying the requirements of the

1 project management oversight standards and policies established by the
2 office of the chief information officer.

3 ((+g)) (f) \$1,707,000 of the general fund--state appropriation for
4 fiscal year 2014, \$2,670,000 of the general fund--state appropriation
5 for fiscal year 2015, and \$4,376,000 of the general fund--federal
6 appropriation are provided solely for the homecare agency parity
7 impacts of the service employees international union healthcare 775nw
8 arbitration award.

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

12 (2) INSTITUTIONAL SERVICES

| | | |
|----|---|--------------------------------|
| 13 | General Fund--State Appropriation (FY 2014) | ((\$85,261,000)) |
| 14 | | <u>\$86,682,000</u> |
| 15 | General Fund--State Appropriation (FY 2015) | ((\$84,980,000)) |
| 16 | | <u>\$86,059,000</u> |
| 17 | General Fund--Federal Appropriation | ((\$160,021,000)) |
| 18 | | <u>\$162,793,000</u> |
| 19 | General Fund--Private/Local Appropriation | \$23,041,000 |
| 20 | TOTAL APPROPRIATION | ((\$353,303,000)) |
| 21 | | <u>\$358,575,000</u> |

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

24 (a) Individuals receiving services as supplemental security income
25 (SSI) state supplemental payments shall not become eligible for medical
26 assistance under RCW 74.09.510 due solely to the receipt of SSI state
27 supplemental payments.

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

35 (3) PROGRAM SUPPORT

| | | |
|----|---|------------------------------|
| 36 | General Fund--State Appropriation (FY 2014) | ((\$1,943,000)) |
| 37 | | <u>\$1,975,000</u> |

| | | |
|---|---|------------------------------|
| 1 | General Fund--State Appropriation (FY 2015) | ((\$1,993,000)) |
| 2 | | <u>\$2,013,000</u> |
| 3 | General Fund--Federal Appropriation | ((\$1,957,000)) |
| 4 | | <u>\$2,061,000</u> |
| 5 | TOTAL APPROPRIATION | ((\$5,893,000)) |
| 6 | | <u>\$6,049,000</u> |

7 (4) SPECIAL PROJECTS

| | | |
|----|---|------------------------------|
| 8 | General Fund--State Appropriation (FY 2014) | ((\$1,400,000)) |
| 9 | | <u>\$1,403,000</u> |
| 10 | General Fund--State Appropriation (FY 2015) | ((\$1,400,000)) |
| 11 | | <u>\$1,403,000</u> |
| 12 | General Fund--Federal Appropriation | ((\$1,200,000)) |
| 13 | | <u>\$1,206,000</u> |
| 14 | TOTAL APPROPRIATION | ((\$4,000,000)) |
| 15 | | <u>\$4,012,000</u> |

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

18 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
 19 **SERVICES PROGRAM**

| | | |
|----|--|----------------------------------|
| 20 | General Fund--State Appropriation (FY 2014) | ((\$869,628,000)) |
| 21 | | <u>\$866,977,000</u> |
| 22 | General Fund--State Appropriation (FY 2015) | ((\$923,218,000)) |
| 23 | | <u>\$920,439,000</u> |
| 24 | General Fund--Federal Appropriation | ((\$1,934,089,000)) |
| 25 | | <u>\$1,913,143,000</u> |
| 26 | General Fund--Private/Local Appropriation | ((\$30,122,000)) |
| 27 | | <u>\$34,223,000</u> |
| 28 | Traumatic Brain Injury Account--State | |
| 29 | Appropriation | ((\$3,393,000)) |
| 30 | | <u>\$3,392,000</u> |
| 31 | Skilled Nursing Facility Safety Net Trust Account--State | |
| 32 | Appropriation | ((\$88,000,000)) |
| 33 | | <u>\$102,589,000</u> |
| 34 | TOTAL APPROPRIATION | ((\$3,848,450,000)) |
| 35 | | <u>\$3,840,763,000</u> |

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

1 (1) For purposes of implementing chapter 74.46 RCW, the weighted
2 average nursing facility payment rate shall not exceed \$171.35 for
3 fiscal year 2014 and shall not exceed (~~(\$171.58)~~) \$179.47 for fiscal
4 year 2015, including the rate add-ons described in (a) and (b) of this
5 subsection. However, if the waiver requested from the federal centers
6 for medicare and medicaid services in relation to the safety net
7 assessment is for any reason disapproved, the weighted average nursing
8 facility payment rate shall not exceed \$162.43 for fiscal year 2014 and
9 shall not exceed \$163.58 for fiscal year 2015. There will be no
10 adjustments for economic trends and conditions in fiscal years 2014 and
11 2015. The economic trends and conditions factor or factors defined in
12 the biennial appropriations act shall not be compounded with the
13 economic trends and conditions factor or factors defined in any other
14 biennial appropriations acts before applying it to the component rate
15 allocations established in accordance with chapter 74.46 RCW. When no
16 economic trends and conditions factor for either fiscal year is defined
17 in a biennial appropriations act, no economic trends and conditions
18 factor or factors defined in any earlier biennial appropriations act
19 shall be applied solely or compounded to the component rate allocations
20 established in accordance with chapter 74.46 RCW.

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

1 department shall continue reporting requirements and a settlement
2 process to ensure that the funds are spent according to this
3 subsection.

4 (b) The department shall do a comparative analysis of the facility-
5 based payment rates calculated on July 1, 2013, using the payment
6 methodology defined in chapter 74.46 RCW and as funded in the omnibus
7 appropriations act, excluding the comparative add-on, acuity add-on,
8 and safety net reimbursement, to the facility-based payment rates in
9 effect June 30, 2010. If the facility-based payment rate calculated on
10 July 1, 2013, is smaller than the facility-based payment rate on June
11 30, 2010, then the difference shall be provided to the individual
12 nursing facilities as an add-on payment per medicaid resident day.

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

22 (d) The department shall provide a medicaid rate add-on to
23 reimburse the medicaid share of the skilled nursing facility safety net
24 assessment as a medicaid allowable cost. The nursing facility safety
25 net rate add-on may not be included in the calculation of the annual
26 statewide weighted average nursing facility payment rate.

27 (e) The rate add-on provided in (c) of this subsection is subject
28 to the reconciliation and settlement process provided in RCW
29 74.46.022(6).

30 (f) If the waiver requested from the federal centers for medicare
31 and medicaid services in relation to the safety net assessment is for
32 any reason disapproved, (b), (c), and (d) of this subsection do not
33 apply.

34 (2) In accordance with chapter 74.46 RCW, the department shall
35 issue no additional certificates of capital authorization for fiscal
36 year 2014 and no new certificates of capital authorization for fiscal
37 year 2015 and shall grant no rate add-ons to payment rates for capital

1 improvements not requiring a certificate of need and a certificate of
2 capital authorization for fiscal years 2014 and 2015.

3 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
4 43.135.055, the department is authorized to increase nursing facility,
5 assisted living facility, and adult family home fees as necessary to
6 fully support the actual costs of conducting the licensure, inspection,
7 and regulatory programs. The license 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 license fee attributed to medicaid clients.

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

16 (b) The current annual renewal license fee for assisted living
17 facilities shall be increased to \$106 per bed beginning in fiscal year
18 2014 and \$106 per bed beginning in fiscal year 2015.

19 (c) The current annual renewal license fee for nursing facilities
20 shall be increased to \$359 per bed beginning in fiscal year 2014 and
21 \$359 per bed beginning in fiscal year 2015.

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

26 (5) \$30,640,000 of the general fund--state appropriation for fiscal
27 year 2014, \$48,633,000 of the general fund--state appropriation for
28 fiscal year 2015, and \$79,273,000 of the general fund--federal
29 appropriation are provided solely for the implementation of the
30 agreement reached between the governor and the service employees
31 international union healthcare 775nw through an interest arbitration
32 decision under the provisions of chapters 74.39A and 41.56 RCW for the
33 2013-2015 fiscal biennium.

34 (6) \$1,840,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$1,877,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for operation of the volunteer
37 services program. Funding shall be prioritized towards serving

1 populations traditionally served by long-term care services to include
2 senior citizens and persons with disabilities.

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

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

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

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

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

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

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

1 representatives, with the leaders of the two largest caucuses each
2 appointing two members;

3 (ii) A member from the office of the governor, appointed by the
4 governor;

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

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

9 (v) The director of the department of retirement systems or his or
10 her designee.

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

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

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

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

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

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

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

37 (vi) Identify policies to promote financial security in retirement,

1 support people who wish to stay in the workplace longer, and expand the
2 availability of workplace retirement savings plans; and

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

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

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

12 (f) Within existing appropriations, the cost of meetings must be
13 paid jointly by the senate, house of representatives, and the office of
14 financial management. Joint committee expenditures are subject to
15 approval by the senate facilities and operations committee and the
16 house of representatives executive rules committee, or their successor
17 committees. The joint committee members may be reimbursed for travel
18 expenses as authorized under RCW 43.03.050 and 43.03.060, and chapter
19 44.04 RCW as appropriate. Advisory committee members may not receive
20 compensation or reimbursement for travel and expenses.

21 (g) The committee shall issue an interim report to the legislature
22 by December 10, 2013, and issue final recommendations to the governor
23 and relevant standing committees of the legislature by December 10,
24 2014.

25 (12) \$240,000 of the general fund--state appropriation for fiscal
26 year 2014, \$1,342,000 of the general fund--state appropriation for
27 fiscal year 2015, and \$1,468,000 of the general fund--federal
28 appropriation are provided solely to implement chapter 320, Laws of
29 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

30 (13) The department shall review the capital add-on rate
31 established by RCW 74.39A.320 for effectiveness in incentivizing
32 assisted living facilities to serve Medicaid eligible clients. Upon
33 completing its review, the department shall submit its findings along
34 with recommendations for alternatives to the office of financial
35 management and the fiscal committees of the legislature by December 1,
36 2013. The department is encouraged to engage stakeholders in
37 developing alternatives.

1 (14) \$239,000 of the general fund--state appropriation for fiscal
2 year 2014, \$160,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$398,000 of the general fund--federal appropriation are
4 provided solely to implement chapter 300, Laws of 2013 (SSB 5630).

5 (15) \$5,094,000 of the general fund--state appropriation for
6 fiscal year 2015 is provided solely for services and support to
7 individuals who are deaf, hard of hearing, or deaf-blind.

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

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

| | | |
|----|---|----------------------------------|
| 12 | General Fund--State Appropriation (FY 2014) | ((\$402,504,000)) |
| 13 | | <u>\$392,331,000</u> |
| 14 | General Fund--State Appropriation (FY 2015) | ((\$405,019,000)) |
| 15 | | <u>\$407,112,000</u> |
| 16 | General Fund--Federal Appropriation | ((\$1,211,774,000)) |
| 17 | | <u>\$1,249,156,000</u> |
| 18 | General Fund--Private/Local Appropriation | ((\$30,594,000)) |
| 19 | | <u>\$36,450,000</u> |
| 20 | TOTAL APPROPRIATION | ((\$2,049,891,000)) |
| 21 | | <u>\$2,085,049,000</u> |

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

24 (1)(a) ((~~\$178,757,000~~)) \$164,971,000 of the general fund--state
25 appropriation for fiscal year 2014, ((~~\$172,999,000~~)) \$174,653,000 of
26 the general fund--state appropriation for fiscal year 2015, and
27 ((~~\$732,881,000~~)) \$759,648,000 of the general fund--federal
28 appropriation are provided solely for all components of the WorkFirst
29 program. Within the amounts provided for the WorkFirst program, the
30 department may provide assistance using state-only funds for families
31 eligible for temporary assistance for needy families. The department
32 must create a WorkFirst budget structure that allows for transparent
33 tracking of budget units and subunits of expenditures where these units
34 and subunits are mutually exclusive from other department budget units.
35 The budget structure must include budget units for the following: Cash
36 assistance, child care, WorkFirst activities, and administration of the
37 program. Within these budget units, the department must develop

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

16 (b) (~~(\$406,818,000)~~) \$391,294,000 of the amounts in (a) of this
17 subsection are provided solely for assistance to clients, including
18 grants, diversion cash assistance, and additional diversion emergency
19 assistance including but not limited to assistance authorized under RCW
20 74.08A.210. The department may use state funds to provide support to
21 working families that are eligible for temporary assistance for needy
22 families but otherwise not receiving cash assistance.

23 (c) (~~(\$168,019,000)~~) \$176,554,000 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)~~) \$372,572,000 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)~~) \$158,851,000 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)~~) (e) of this subsection shall
36 be expended for the programs and in the amounts specified. However,
37 the department may transfer up to 10 percent of funding between (b)
38 through (~~(d)~~) (e) of this subsection, but only if the funding is

1 available or necessary to transfer solely due to utilization, caseload
2 changes, or underperformance in terms of client outcomes. The
3 department shall provide notification prior to any transfer to the
4 office of financial management and to the appropriate legislative
5 committees and the legislative-executive WorkFirst oversight task
6 force. The approval of the director of financial management is
7 required prior to any transfer 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 seventy-five percent of the federal supplemental nutrition
31 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 **Sec. 208.** 2013 2nd sp.s. c 4 s 208 (uncodified) is amended to read
27 as follows:

| | | |
|----|--|----------------------|
| 28 | FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND | |
| 29 | SUBSTANCE ABUSE PROGRAM | |
| 30 | General Fund--State Appropriation (FY 2014) | (((\$72,650,000)) |
| 31 | | <u>\$72,961,000</u> |
| 32 | General Fund--State Appropriation (FY 2015) | (((\$61,855,000)) |
| 33 | | <u>\$63,340,000</u> |
| 34 | General Fund--Federal Appropriation | (((\$277,248,000)) |
| 35 | | <u>\$278,767,000</u> |
| 36 | General Fund--Private/Local Appropriation | (((\$13,554,000)) |
| 37 | | <u>\$16,307,000</u> |

| | | |
|---|---|--------------------------------|
| 1 | Criminal Justice Treatment Account--State | |
| 2 | Appropriation | ((\$14,568,000)) |
| 3 | | <u>\$14,284,000</u> |
| 4 | Problem Gambling Account--State Appropriation | ((\$1,450,000)) |
| 5 | | <u>\$1,449,000</u> |
| 6 | TOTAL APPROPRIATION | ((\$441,325,000)) |
| 7 | | <u>\$447,108,000</u> |

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

10 (1) Within the amounts appropriated in this section, the department
11 may contract with the University of Washington and community-based
12 providers for the provision of the parent-child assistance program or
13 other specialized chemical dependency case management providers for
14 pregnant, post-partum, and parenting women. For all contractors: (a)
15 Service and other outcome data must be provided to the department by
16 request; (b) program modifications needed to maximize access to federal
17 medicaid matching funds will be phased in over the course of the 2013-
18 2015 fiscal biennium; and (c) indirect charges for administering the
19 program shall not exceed ten percent of the total contract amount.

20 (2) Within the amounts appropriated in this section, the department
21 shall continue to provide for chemical dependency treatment services
22 for adult medicaid eligible, pregnant and parenting women, disability
23 lifeline, and alcoholism and drug addiction treatment and support act,
24 and medical care services clients.

25 (3) In accordance with RCW 70.96A.090 and 43.135.055, the
26 department is authorized to adopt fees for the review and approval of
27 treatment programs in fiscal years 2014 and 2015 as necessary to
28 support the costs of the regulatory program. The department's fee
29 schedule shall have differential rates for providers with proof of
30 accreditation from organizations that the department has determined to
31 have substantially equivalent standards to those of the department,
32 including but not limited to the joint commission on accreditation of
33 health care organizations, the commission on accreditation of
34 rehabilitation facilities, and the council on accreditation. To
35 reflect the reduced costs associated with regulation of accredited
36 programs, the department's fees for organizations with such proof of
37 accreditation must reflect the lower cost of licensing for these
38 programs than for other organizations which are not accredited.

1 (4) \$3,500,000 of the general fund--federal appropriation (from the
2 substance abuse prevention and treatment federal block grant) is
3 provided solely for the continued funding of existing county drug and
4 alcohol use prevention programs.

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

19 (6) \$283,000 of the criminal justice treatment account
20 appropriation is provided solely for transitional funding for the
21 family drug court in Pierce county.

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

24 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
25 **REHABILITATION PROGRAM**

| | | |
|----|---|----------------------|
| 26 | General Fund--State Appropriation (FY 2014) | (((\$16,478,000)) |
| 27 | | <u>\$16,568,000</u> |
| 28 | General Fund--State Appropriation (FY 2015) | (((\$16,459,000)) |
| 29 | | <u>\$11,243,000</u> |
| 30 | General Fund--Federal Appropriation | (((\$99,413,000)) |
| 31 | | <u>\$99,397,000</u> |
| 32 | TOTAL APPROPRIATION | (((\$132,350,000)) |
| 33 | | <u>\$127,208,000</u> |

34 The appropriations in this section are subject to the following
35 conditions and limitations: \$5,006,000 of the general fund--state
36 appropriation for fiscal year 2014 (~~and \$5,094,000 of the general~~

1 ~~fund--state appropriation for fiscal year 2015 are))~~ is provided solely
2 for services and support to individuals who are deaf, hard of hearing,
3 or deaf-blind.

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

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**
7 **PROGRAM**

| | | |
|----|---|-------------------------------|
| 8 | General Fund--State Appropriation (FY 2014) | ((\$36,420,000)) |
| 9 | | <u>\$38,704,000</u> |
| 10 | General Fund--State Appropriation (FY 2015) | ((\$35,813,000)) |
| 11 | | <u>\$36,333,000</u> |
| 12 | TOTAL APPROPRIATION | ((\$72,233,000)) |
| 13 | | <u>\$75,037,000</u> |

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

16 (1) The department of social and health services shall transfer the
17 stewardship of McNeil Island to the department of corrections
18 industries program, effective September 1, 2013. The transferred
19 responsibilities shall include marine operations, waste water
20 treatment, water treatment, road maintenance, and any other general
21 island maintenance that is not site specific to the operations of the
22 special commitment center or the Pierce county secure community
23 transition facility. Facility maintenance within the perimeter of the
24 special commitment center shall remain the responsibility of the
25 department of social and health services. Capital repairs and
26 maintenance necessary to maintain the special commitment center on
27 McNeil Island shall be managed by the department of social and health
28 services. The legislature directs both departments to enter into an
29 interagency agreement by August 1, 2013. The office of financial
30 management shall oversee the negotiations of the interagency agreement.
31 The interagency agreement must describe equipment that will transfer
32 between the departments, warehouse space that will be shared by the
33 departments, and occupancy requirements for any shops outside the
34 perimeter of the special commitment center. The office of financial
35 management will make the final determination on any disagreements
36 between the departments on the details of the interagency agreement.

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

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

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

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

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

| | |
|---|-------------------------------|
| General Fund--State Appropriation (FY 2014) | ((\$30,127,000)) |
| | <u>\$29,802,000</u> |
| General Fund--State Appropriation (FY 2015) | ((\$29,333,000)) |
| | <u>\$29,317,000</u> |
| General Fund--Federal Appropriation | ((\$37,150,000)) |
| | <u>\$37,269,000</u> |
| General Fund--Private/Local Appropriation | \$654,000 |
| TOTAL APPROPRIATION | ((\$97,264,000)) |
| | <u>\$97,042,000</u> |

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

(1) \$395,000 of the general fund--state appropriation for fiscal year 2014, \$228,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$335,000 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 (2) \$300,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$300,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the Washington state mentors
7 program to continue its public-private partnerships to provide
8 technical assistance and training to mentoring programs that serve
9 at-risk youth.

10 (3) \$82,000 of the general fund--state appropriation for fiscal
11 year 2014, \$44,000 of the general fund--state appropriation for fiscal
12 year 2015, and \$28,000 of the general fund--federal appropriation are
13 provided solely to develop a report on state efforts to prevent and
14 control diabetes. The department, the health care authority, and the
15 department of health shall submit a coordinated report to the governor
16 and the appropriate committees of the legislature by December 31, 2014,
17 on the following:

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

35 (b) An assessment of the benefits of implemented and existing
36 programs and activities aimed at controlling all types of diabetes and
37 preventing the disease. This assessment must also document the amount

1 and source for any funding directed to each agency for the programs and
2 activities aimed at reaching those with diabetes of all types;

3 (c) A description of the level of coordination existing between the
4 agencies on activities, programmatic activities, and messaging on
5 managing, treating, or preventing all types of diabetes and its
6 complications;

7 (d) The development or revision of detailed policy-related action
8 plans and budget recommendations for battling diabetes and undiagnosed
9 gestational diabetes that includes a range of actionable items for
10 consideration by the legislature. The plans and budget recommendations
11 must identify proposed action steps to reduce the impact of diabetes,
12 prediabetes, related diabetes complications, and undiagnosed
13 gestational diabetes. The plans and budget recommendations must also
14 identify expected outcomes of the action steps proposed in the
15 following biennium while also establishing benchmarks for controlling
16 and preventing all types of diabetes; and

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

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

22 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
23 **AGENCIES PROGRAM**

| | | |
|----|---|--------------------------------|
| 24 | General Fund--State Appropriation (FY 2014) | ((\$60,470,000)) |
| 25 | | <u>\$64,240,000</u> |
| 26 | General Fund--State Appropriation (FY 2015) | ((\$60,511,000)) |
| 27 | | <u>\$67,150,000</u> |
| 28 | General Fund--Federal Appropriation | ((\$55,264,000)) |
| 29 | | <u>\$58,983,000</u> |
| 30 | TOTAL APPROPRIATION | ((\$176,245,000)) |
| 31 | | <u>\$190,373,000</u> |

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

34 **FOR THE STATE HEALTH CARE AUTHORITY**

| | | |
|----|---|----------------------------------|
| 35 | General Fund--State Appropriation (FY 2014) | ((\$2,131,026,000)) |
| 36 | | <u>\$2,132,171,000</u> |

1 General Fund--State Appropriation (FY 2015) (~~(\$2,114,731,000)~~)
2 \$2,159,963,000
3 General Fund--Federal Appropriation (~~(\$7,245,749,000)~~)
4 \$7,940,419,000
5 General Fund--Private/Local Appropriation (~~(\$57,780,000)~~)
6 \$55,614,000
7 Emergency Medical Services and Trauma Care Systems
8 Trust Account--State Appropriation (~~(\$15,082,000)~~)
9 \$14,761,000
10 Hospital Safety Net Assessment Fund--State
11 Appropriation (~~(\$669,381,000)~~)
12 \$669,380,000
13 Health Benefit Exchange Account--State
14 Appropriation (~~(\$17,277,000)~~)
15 \$18,164,000
16 State Health Care Authority Administration Account--
17 State Appropriation (~~(\$34,809,000)~~)
18 \$35,384,000
19 Medical Aid Account--State Appropriation \$528,000
20 Medicaid Fraud Penalty Account--State Appropriation \$21,206,000
21 TOTAL APPROPRIATION (~~(\$12,307,569,000)~~)
22 \$13,047,590,000

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

25 (1) (~~(\$1,143,994,000)~~) \$1,944,778,000 of the general fund--federal
26 appropriation is provided solely to implement the medicaid expansion as
27 defined in the social security act, section 1902(a)(10)(A)(i)(VIII),
28 subject to the conditions and limitations in this subsection. If the
29 federal medical assistance percentage for the medicaid expansion falls
30 below the percentages in section 1905(y) of the social security act as
31 of July 1, 2013, the authority shall ensure that the state does not
32 incur any additional state costs above what would have been incurred
33 had the federal medical assistance percentages remained at the
34 percentages in section 1905(y) as of July 1, 2013. The director is
35 authorized to make any necessary program adjustments to comply with
36 this requirement, including adding or adjusting premiums, modifying
37 benefits, or reducing optional programs. To the extent a waiver is
38 needed to accomplish this, the director shall promptly apply for such

1 waiver. If a necessary waiver is not approved, the medicaid expansion
2 program shall be terminated upon appropriate notification to the
3 legislature and enrollees.

4 (2) The requirements of this subsection apply to the basic health
5 plan. This subsection is null and void and has no further effect upon
6 implementation of the medicaid expansion under subsection (1) of this
7 section.

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

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

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

1 States internal revenue service; and (f) pursue repayment and civil
2 penalties from persons who have received excessive subsidies, as
3 provided in RCW 70.47.060(9).

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

9 (3) The legislature finds that medicaid payment rates, as
10 calculated by the health care authority pursuant to the appropriations
11 in this act, bear a reasonable relationship to the costs incurred by
12 efficiently and economically operated facilities for providing quality
13 services and will be sufficient to enlist enough providers so that care
14 and services are available to the extent that such care and services
15 are available to the general population in the geographic area. The
16 legislature finds that the cost reports, payment data from the federal
17 government, historical utilization, economic data, and clinical input
18 constitute reliable data upon which to determine the payment rates.

19 (4) Based on quarterly expenditure reports and caseload forecasts,
20 if the health care authority estimates that expenditures for the
21 medical assistance program will exceed the appropriations, the health
22 care authority shall take steps including but not limited to reduction
23 of rates or elimination of optional services to reduce expenditures so
24 that total program costs do not exceed the annual appropriation
25 authority.

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

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

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

1 (8) \$4,261,000 of the general fund--state appropriation for fiscal
2 year 2014, \$4,261,000 of the general fund--state appropriation for
3 fiscal year 2015, and \$8,522,000 of the general fund--federal
4 appropriation are provided solely for low-income disproportionate share
5 hospital payments.

6 (9) \$400,000 of the general fund--state appropriation for fiscal
7 year 2014, \$400,000 of the general fund--state appropriation for fiscal
8 year 2015, and \$800,000 of the general fund--federal appropriation are
9 provided solely for disproportionate share hospital payments to rural
10 hospitals certified by the centers for medicare and medicaid services
11 as sole community hospitals as of January 1, 2013, with less than one
12 hundred fifty acute care licensed beds in fiscal year 2011 that do not
13 participate in the certified public expenditures program.

14 (10) \$100,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$100,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for grants to rural hospitals in
17 Clallam county that were certified by the centers for medicare and
18 medicaid services as sole community hospitals as of January 1, 2013,
19 with less than one hundred fifty acute care licensed beds in fiscal
20 year 2011.

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

26 (12) \$6,000,000 of the general fund--federal appropriation is
27 provided solely for supplemental payments to nursing homes operated by
28 public hospital districts. The public hospital district shall be
29 responsible for providing the required nonfederal match for the
30 supplemental payment, and the payments shall not exceed the maximum
31 allowable under federal rules. It is the legislature's intent that the
32 payments shall be supplemental to and shall not in any way offset or
33 reduce the payments calculated and provided in accordance with part E
34 of chapter 74.46 RCW. It is the legislature's further intent that
35 costs otherwise allowable for rate-setting and settlement against
36 payments under chapter 74.46 RCW shall not be disallowed solely because
37 such costs have been paid by revenues retained by the nursing home from
38 these supplemental payments. The supplemental payments are subject to

1 retrospective interim and final cost settlements based on the nursing
2 homes' as-filed and final medicare cost reports. The timing of the
3 interim and final cost settlements shall be at the health care
4 authority's discretion. During either the interim cost settlement or
5 the final cost settlement, the health care authority shall recoup from
6 the public hospital districts the supplemental payments that exceed the
7 medicaid cost limit and/or the medicare upper payment limit. The
8 health care authority shall apply federal rules for identifying the
9 eligible incurred medicaid costs and the medicare upper payment limit.

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

1 retained by each hospital during fiscal year 2005, and (c) all of the
2 other disproportionate share hospital payment amounts paid to and
3 retained by each hospital during fiscal year 2005 to the extent the
4 same disproportionate share hospital programs exist in the 2013-2015
5 fiscal biennium. If payments during the fiscal year exceed the
6 hospital's baseline amount, no additional payments will be made to the
7 hospital except the federal portion of allowable disproportionate share
8 hospital payments for which the hospital can certify allowable match.
9 If payments during the fiscal year are less than the baseline amount,
10 the hospital will be paid a state grant equal to the difference between
11 payments during the fiscal year and the applicable baseline amount.
12 Payment of the state grant shall be made in the applicable fiscal year
13 and distributed in monthly payments. The grants will be recalculated
14 and redistributed as the baseline is updated during the fiscal year.
15 The grant payments are subject to an interim settlement within eleven
16 months after the end of the fiscal year. A final settlement shall be
17 performed. To the extent that either settlement determines that a
18 hospital has received funds in excess of what it would have received as
19 described in this subsection, the hospital must repay the excess
20 amounts to the state when requested. (~~(\$3,860,000)~~) \$12,051,000 of the
21 general fund--state appropriation for fiscal year 2014 and
22 (~~(\$1,137,000)~~) \$9,707,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for state grants for the
24 participating hospitals.

25 (14) The health care authority shall seek public-private
26 partnerships and federal funds that are or may become available to
27 provide on-going support for outreach and education efforts under the
28 federal children's health insurance program reauthorization act of
29 2009.

30 (15) The health care authority shall target funding for maternity
31 support services towards pregnant women with factors that lead to
32 higher rates of poor birth outcomes, including hypertension, a preterm
33 or low birth weight birth in the most recent previous birth, a
34 cognitive deficit or developmental disability, substance abuse, severe
35 mental illness, unhealthy weight or failure to gain weight, tobacco
36 use, or African American or Native American race. The health care
37 authority shall prioritize evidence-based practices for delivery of
38 maternity support services. To the extent practicable, the health care

1 authority shall develop a mechanism to increase federal funding for
2 maternity support services by leveraging local public funding for those
3 services.

4 (16) \$170,000 of the general fund--state appropriation for fiscal
5 year 2014, \$121,000 of the general fund--state appropriation for fiscal
6 year 2015, and \$292,000 of the general fund--federal appropriation are
7 provided solely to implement Engrossed Substitute House Bill No. 1519
8 (service coordination organizations) and Second Substitute Senate Bill
9 No. 5732 (behavioral health services). If neither of the bills is
10 enacted by June 30, 2013, the amounts provided in this subsection shall
11 lapse.

12 (17) \$57,000 of the general fund--state appropriation for fiscal
13 year 2014, \$40,000 of the general fund--state appropriation for fiscal
14 year 2015, and \$55,000 of the general fund--federal appropriation are
15 provided solely to develop a report on state efforts to prevent and
16 control diabetes. The authority, the department of social and health
17 services, and the department of health shall submit a coordinated
18 report to the governor and the appropriate committees of the
19 legislature by December 31, 2014, on the following:

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

37 (b) An assessment of the benefits of implemented and existing
38 programs and activities aimed at controlling all types of diabetes and

1 preventing the disease. This assessment must also document the amount
2 and source for any funding directed to each agency for the programs and
3 activities aimed at reaching those with diabetes of all types;

4 (c) A description of the level of coordination existing between the
5 agencies on activities, programmatic activities, and messaging on
6 managing, treating, or preventing all types of diabetes and its
7 complications;

8 (d) The development or revision of detailed policy-related action
9 plans and budget recommendations for battling diabetes and undiagnosed
10 gestational diabetes that includes a range of actionable items for
11 consideration by the legislature. The plans and budget recommendations
12 must identify proposed action steps to reduce the impact of diabetes,
13 prediabetes, related diabetes complications, and undiagnosed
14 gestational diabetes. The plans and budget recommendations must also
15 identify expected outcomes of the action steps proposed in the
16 following biennium while also establishing benchmarks for controlling
17 and preventing all types of diabetes; and

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

21 (18) Within the amounts appropriated in this section, the authority
22 shall identify strategies to improve patient adherence to treatment
23 plans for diabetes and implement these strategies as a pilot through
24 one health home program to be identified by the authority. The
25 authority shall report to the governor and the legislature in December
26 2014 on the progress of strategy implementation. The authority shall
27 report to the governor and legislature in December 2015 on patient
28 outcomes and cost savings derived from new adherence strategies in the
29 health home model and make recommendations for improving the
30 strategies.

31 (19) Effective January 1, 2014, managed care contracts must
32 incorporate accountability measures that monitor patient health and
33 improved health outcomes, and shall include an expectation that each
34 patient receive a wellness examination that documents the baseline
35 health status and allows for monitoring of health improvements and
36 outcome measures.

37 (20) \$25,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$25,000 of the general fund--federal appropriation are

1 provided solely for the development of recommendations for funding
2 integrated school nursing and outreach services. The authority shall
3 collaborate with the office of the superintendent of public instruction
4 to develop recommendations for increasing federal financial
5 participation for providing nursing services in schools with the goals
6 of integrating nursing and outreach services and supporting one nurse
7 for every four hundred fifty students in elementary schools and one
8 nurse for every seven hundred fifty students in secondary schools. In
9 developing these recommendations, the authority shall inquire with the
10 federal centers for medicare and medicaid services about state plan
11 amendment or waiver options for receiving additional federal matching
12 funds for school nursing services provided to children enrolled in
13 apple health for kids. The recommendations shall include proposals for
14 funding training and reimbursement for nurses that provide outreach
15 services to help eligible students enroll in apple health for kids and
16 other social services programs. The authority and the office of the
17 superintendent of public instruction shall provide these
18 recommendations to the governor and the legislature by December 1,
19 2013.

20 (21) \$430,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$500,000 of the general fund--federal appropriation are
22 provided solely to complete grant requirements for the health
23 information exchange.

24 (22) \$143,000 of the medicaid fraud penalty account--state
25 appropriation and \$423,000 of the general fund--federal appropriation
26 are provided solely for the rebasing of outpatient and inpatient
27 payment methods.

28 (23) \$1,163,000 of the medicaid fraud penalty account--state
29 appropriation and \$9,710,000 of the general fund--federal appropriation
30 are provided solely to implement the conversion to the tenth version of
31 the world health organization's international classification of
32 diseases.

33 (24) \$111,000 of the general fund--state appropriation for fiscal
34 year 2014, \$35,000 of the general fund--state appropriation for fiscal
35 year 2015, and \$359,000 of the general fund--federal appropriation are
36 provided solely to update the medicaid information technology
37 architecture state self-assessment and to develop the five year road
38 map for the medicaid information technology architecture architect.

1 (25) \$62,000 of the general fund--state appropriation for fiscal
2 year 2014, \$62,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$126,000 of the general fund--federal appropriation are
4 provided solely to support the Robert Bree collaborative's efforts to
5 disseminate evidence-based best practices for preventing and treating
6 health problems.

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

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

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

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

1 (30) The authority shall facilitate enrollment under the medicaid
2 expansion for clients applying for or receiving state funded services
3 from the authority and its contractors. Prior to open enrollment, the
4 authority shall coordinate with the department of social and health
5 services to provide referrals to the Washington health benefit exchange
6 for clients that will be ineligible for the medicaid expansion but are
7 enrolled in coverage that will be eliminated in the transition to the
8 medicaid expansion.

9 (31) \$90,000 of the general fund--state appropriation for fiscal
10 year 2014, \$90,000 of the general fund--state appropriation for fiscal
11 year 2015, and \$180,000 of the general fund--federal appropriation are
12 provided solely to continue operation by a nonprofit organization of a
13 toll-free hotline that assists families to learn about and enroll in
14 the apple health for kids program.

15 (32) Within the amounts appropriated in this section, the authority
16 shall reduce premiums for children with family incomes above 200
17 percent of the federal poverty level in the state-funded children's
18 health program who are not eligible for coverage under the federal
19 children's health insurance program. Premiums in the state and federal
20 children's health insurance program shall be equal.

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

24 (34) \$150,000 of the general fund--state appropriation for fiscal
25 year 2014, \$436,000 of the general fund--state appropriation for fiscal
26 year 2015, and \$170,561,000 of the general fund--federal appropriation
27 are provided solely for the provider incentive program and other
28 initiatives related to the health information technology medicaid plan.

29 (~~(37) \$1,531,000~~) (35) \$1,528,000 of the general fund--state
30 appropriation for fiscal year 2014, (~~(\$280,000)~~) \$2,899,000 of the
31 general fund--state appropriation for fiscal year 2015, and
32 (~~(\$10,803,000)~~) \$19,610,000 of the general fund--federal appropriation
33 are provided solely to implement phase two of the project to create a
34 single provider payment system that consolidates medicaid medical and
35 social services payments and replaces the social service payment
36 system. The amounts provided in this subsection are conditioned on the
37 authority satisfying the requirements of the project management

1 oversight standards and policies established by the office of the chief
2 information officer.

3 ~~((+38+))~~ (36) Within the amounts appropriated in this section, the
4 health care authority and the department of social and health services
5 shall implement the state option to provide health homes for enrollees
6 with chronic conditions under section 2703 of the federal affordable
7 care act. The total state match for enrollees who are dually-eligible
8 for both medicare and medicaid and not enrolled in managed care shall
9 be no more than the net savings to the state from the enhanced match
10 rate for its medicaid-only managed care enrollees under section 2703.

11 ~~((+39+))~~ (37) The health care authority shall not initiate any
12 services that require expenditure of state general fund moneys unless
13 expressly authorized in this act or other law. The health care
14 authority may seek, receive, and spend, under RCW 43.79.260 through
15 43.79.282, federal moneys not anticipated in this act as long as the
16 federal funding does not require expenditure of state moneys for the
17 program in excess of amounts anticipated in this act. If the health
18 care authority receives unanticipated unrestricted federal moneys,
19 those moneys shall be spent for services authorized in this act or in
20 any other legislation providing appropriation authority, and an equal
21 amount of appropriated state general fund moneys shall lapse. Upon the
22 lapsing of any moneys under this subsection, the office of financial
23 management shall notify the legislative fiscal committees. As used in
24 this subsection, "unrestricted federal moneys" includes block grants
25 and other funds that federal law does not require to be spent on
26 specifically defined projects or matched on a formula basis by state
27 funds.

28 ~~((+40+))~~ (38) Within the amounts appropriated in this section, the
29 authority shall reimburse for primary care services provided by
30 naturopathic physicians.

31 ~~((+41+))~~ (39) Within amounts appropriated, the health care
32 authority shall conduct a review of its management and staffing
33 structure to identify efficiencies and opportunities to reduce full
34 time equivalent employees and other administrative costs. A report
35 summarizing the review and the authority's recommendations to reduce
36 costs and full time equivalent employees must be submitted to the
37 governor and legislature by November 1, 2013.

1 (~~(42)~~) (40) \$17,279,000 of the health benefit exchange account--
2 state appropriation and \$2,721,000 of the general fund--federal
3 appropriation are provided solely to support the operations of the
4 Washington health benefit exchange from January 1, 2015, to June 30,
5 2015. The Washington state health insurance pool administrator shall
6 transfer \$20,838,000 of pool contributions to the treasurer for deposit
7 into the health benefit exchange account in calendar year 2014.

8 (~~(43)~~) (41) Within the amounts appropriated in this section, the
9 authority shall continue to provide coverage after December 31, 2013,
10 for pregnant teens that qualify under existing pregnancy medical
11 programs, but whose eligibility for pregnancy related services would
12 otherwise end due to the application of the new modified adjusted gross
13 income eligibility standard.

14 (~~(44)~~) (42) Upon implementation of the medicaid expansion under
15 subsection (1) of this section, the breast and cervical cancer
16 treatment program is eliminated. To maintain continuity of coverage,
17 the authority shall offer the option to stay in a fee-for-service
18 program to clients that are already enrolled in the breast and cervical
19 cancer treatment program and will be transitioned into the new adult
20 group upon implementation of the medicaid expansion. The authority
21 will continue to provide coverage to clients that are already enrolled
22 in the breast and cervical cancer treatment program at the time of
23 program elimination until their courses of treatment are completed.

24 (~~(45)~~) (43) \$40,000 of the general fund--state appropriation for
25 fiscal year 2014 and \$40,000 of the general fund--federal appropriation
26 are provided solely for the authority to create a new position to
27 provide adequate oversight and assistance to managed care
28 organizations, rural health clinics, and federally qualified health
29 centers under a new administratively streamlined payment methodology.
30 Effective July 1, 2013, or upon obtaining any necessary federal
31 approval, but in no case during the first quarter of a calendar year,
32 the authority shall implement an administratively streamlined payment
33 methodology for federally qualified health centers and rural health
34 clinics. The authority's payments to managed care organizations shall
35 include the full encounter payment comprised of both the standard and
36 enhancement payments for federally qualified health centers and rural
37 health clinics as defined in the medicaid state plan and in accordance
38 with section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)).

1 At no time will a managed care organization be at risk for or have any
2 claim to the supplemental payment portion of the rate which will be
3 reconciled to ensure accurate payment and full pass through of the
4 obligated funds. For any services eligible for encounter payments, as
5 defined in the medicaid state plan, managed care organizations shall be
6 required to pay at least the full published encounter rates directly to
7 each clinic or center, and payments will be reconciled on at least an
8 annual basis between the managed care organization and the authority,
9 with final review and approval by the authority. At the option of any
10 clinic, the enhancement payment can be received from the managed care
11 organization on a per member per month basis for all assigned managed
12 care enrollees in an amount prescribed by the authority. Nothing in
13 this section is intended to disrupt mutually agreeable contractual
14 arrangements between managed care organizations and clinics that impact
15 how the standard payment for services is paid. The authority will
16 require participating managed care organizations to reimburse federally
17 qualified health centers and rural health clinics for clean claims in
18 strict adherence to the timeliness of payment standards established
19 under contract and specified for the medicaid fee-for-service program
20 in section 1902(a)(37) of the social security act (42 U.S.C.
21 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and specified for health carriers
22 in WAC 284-43-321. The authority shall exercise all necessary options
23 under its existing sanctions policy to enforce timely payment of
24 claims. The authority shall ensure necessary staff and resources are
25 identified to actively monitor and enforce the timeliness and accuracy
26 of payments to federally qualified health centers and rural health
27 clinics. By January 1, 2014, and after collaboration with federally
28 qualified health centers, rural health clinics, managed care plans, and
29 the centers for medicare and medicaid services, the authority will
30 produce a report that provides options for a new payment methodology
31 that rewards innovation and outcomes over volume of services delivered,
32 and which maintains the integrity of the rural health clinic and
33 federally qualified health center programs as outlined under federal
34 law. The report will detail necessary federal authority for
35 implementation and provide the benefits and drawbacks of each option.

36 ((+46)) (44) \$3,605,000 of the general fund--state appropriation
37 for fiscal year 2014 is provided solely to proportionally reduce the

1 amounts that rural health clinics owe the state under the calendar year
2 2009 recoupment.

3 ~~((47))~~ (45) Sufficient amounts are appropriated in this section
4 to remove the mental health visit limit and to provide the shingles
5 vaccine and screening, brief intervention, and referral to treatment
6 benefits that are available in the medicaid alternative benefit plan in
7 the current medicaid benefit plan beginning January 1, 2014. The
8 authority shall monitor the costs of the habilitative benefit as part
9 of the forecasting process but shall not provide this benefit in the
10 current medicaid benefit plan without a direct appropriation in the
11 omnibus appropriations act.

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

24 ~~((49))~~ (47)(a) \$75,000 of the general fund--state appropriation
25 for fiscal year 2014 and \$75,000 of the general fund--federal
26 appropriation are provided solely for preparing options with an expert
27 consultant for possible implementation of a targeted premium assistance
28 program and possible implementation of the federal basic health option.
29 \$75,000 of the amounts appropriated in this subsection is provided
30 solely for the development of options related to the targeted premium
31 assistance program. The authority shall develop options for a waiver
32 request to the federal centers for medicare and medicaid services to
33 implement a targeted premium assistance program for the expansion
34 adults, identified in section 1902(a)(10)(A)(i)(VIII) of the social
35 security act, with incomes above one hundred percent of the federal
36 poverty level, and for children covered in the children's health
37 insurance program with incomes above two hundred percent of the federal
38 poverty level, with a goal of providing seamless coverage through the

1 health benefit exchange and improving opportunities for families to be
2 covered in the same health plans. The options must include the
3 possibility of applying premiums for individuals and cost-sharing that
4 may exceed the five percent of family income cap under federal law, and
5 the options must include recommendations to make the targeted premium
6 assistance program cost neutral. The authority shall submit a report
7 on the options to the legislature and the governor by January 1, 2014.
8 The authority is encouraged to be creative, use subject matter experts,
9 and exhaust all possible options to achieve cost neutrality. The
10 report shall also include a detailed plan and timeline. \$75,000 of the
11 amounts appropriated in this subsection is provided solely for the
12 development of options related to the federal basic health option. The
13 authority shall prepare options for implementing the federal basic
14 health option as federal guidance becomes available. The authority
15 shall submit a report on the options to the legislature and the
16 governor by January 1, 2014, or ninety days following the release of
17 federal guidance. The report must include a comparison of the premiums
18 and cost-sharing under the federal basic health option with the premium
19 assistance options described in this subsection, options for
20 implementing the federal basic health option in combination with a
21 premium assistance program, a detailed fiscal analysis for each
22 coverage approach, including the estimated costs for system design and
23 implementation, and information about impacted populations.

24 (b) Where possible, the authority shall leverage the same expert
25 consultants to review each proposal and compare and contrast the
26 approaches to ensure seamless coordination with the health benefit
27 exchange.

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

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

32 **FOR THE HUMAN RIGHTS COMMISSION**

| | | |
|----|---|------------------------------|
| 33 | General Fund--State Appropriation (FY 2014) | ((\$2,077,000)) |
| 34 | | <u>\$2,059,000</u> |
| 35 | General Fund--State Appropriation (FY 2015) | ((\$1,996,000)) |
| 36 | | <u>\$2,069,000</u> |
| 37 | General Fund--Federal Appropriation | ((\$2,185,000)) |

1 \$2,176,000
2 TOTAL APPROPRIATION (~~(\$6,258,000)~~)
3 \$6,304,000

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

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

11 **FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**
12 Worker and Community Right-to-Know Account--State
13 Appropriation \$10,000
14 Accident Account--State Appropriation (~~(\$19,763,000)~~)
15 \$19,718,000
16 Medical Aid Account--State Appropriation (~~(\$19,763,000)~~)
17 \$19,718,000
18 TOTAL APPROPRIATION (~~(\$39,536,000)~~)
19 \$39,446,000

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

22 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**
23 General Fund--State Appropriation (FY 2014) (~~(\$14,257,000)~~)
24 \$14,609,000
25 General Fund--State Appropriation (FY 2015) (~~(\$14,159,000)~~)
26 \$14,125,000
27 General Fund--Private/Local Appropriation (~~(\$3,059,000)~~)
28 \$3,232,000
29 Death Investigations Account--State Appropriation \$148,000
30 Municipal Criminal Justice Assistance Account--
31 State Appropriation \$460,000
32 Washington Auto Theft Prevention Authority Account--
33 State Appropriation \$8,597,000
34 TOTAL APPROPRIATION (~~(\$40,680,000)~~)
35 \$41,171,000

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

3 (1) \$5,000,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$5,000,000 of the general fund--state appropriation for
5 fiscal year 2015, are provided to the Washington association of
6 sheriffs and police chiefs solely to verify the address and residency
7 of registered sex offenders and kidnapping offenders under RCW
8 9A.44.130.

9 (2) \$340,000 of the general fund--local appropriation is provided
10 solely to purchase ammunition for the basic law enforcement academy.
11 Jurisdictions shall reimburse to the criminal justice training
12 commission the costs of ammunition, based on the average cost of
13 ammunition per cadet, for cadets that they enroll in the basic law
14 enforcement academy.

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

17 (4) \$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 a school safety program. The
20 commission, in collaboration with the school safety center advisory
21 committee, shall provide the school safety training for all school
22 administrators and school safety personnel hired after the effective
23 date of this section.

24 (5) \$96,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$96,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the school safety center
27 within the commission. The safety center shall act as an information
28 dissemination and resource center when an incident occurs in a school
29 district in Washington or in another state, coordinate activities
30 relating to school safety, and review and approve manuals and curricula
31 used for school safety models and training. Through an interagency
32 agreement, the commission shall provide funding for the office of the
33 superintendent of public instruction to continue to develop and
34 maintain a school safety information web site. The school safety
35 center advisory committee shall develop and revise the training
36 program, using the best practices in school safety, for all school
37 safety personnel. The commission shall provide research-related

1 programs in school safety and security issues beneficial to both law
2 enforcement and schools.

3 (6) \$123,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$123,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the costs of providing
6 statewide advanced driving training with the use of a driving
7 simulator.

8 (7) \$165,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$165,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for crisis intervention training
11 for peace officers. The commission shall incorporate eight hours of
12 crisis intervention curriculum into its basic law enforcement academy
13 and shall offer an eight-hour in-service crisis intervention training
14 course.

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

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

| | | |
|----|--|--------------------------------|
| 18 | General Fund--State Appropriation (FY 2014) | ((\$17,158,000)) |
| 19 | | <u>\$17,219,000</u> |
| 20 | General Fund--State Appropriation (FY 2015) | ((\$17,733,000)) |
| 21 | | <u>\$17,720,000</u> |
| 22 | General Fund--Federal Appropriation | \$11,876,000 |
| 23 | Asbestos Account--State Appropriation | ((\$366,000)) |
| 24 | | <u>\$365,000</u> |
| 25 | Electrical License Account--State Appropriation | ((\$37,124,000)) |
| 26 | | <u>\$40,147,000</u> |
| 27 | Farm Labor Contractor Account--State Appropriation | .\$28,000 |
| 28 | Worker and Community Right-to-Know Account-- | |
| 29 | State Appropriation | ((\$903,000)) |
| 30 | | <u>\$899,000</u> |
| 31 | Public Works Administration Account--State | |
| 32 | Appropriation | ((\$6,252,000)) |
| 33 | | <u>\$7,390,000</u> |
| 34 | Manufactured Home Installation Training Account-- | |
| 35 | State Appropriation | ((\$353,000)) |
| 36 | | <u>\$351,000</u> |
| 37 | Accident Account--State Appropriation | ((\$258,440,000)) |

| | | |
|----|---|--------------------------------|
| 1 | | <u>\$258,361,000</u> |
| 2 | Accident Account--Federal Appropriation | \$13,626,000 |
| 3 | Medical Aid Account--State Appropriation | ((\$278,697,000)) |
| 4 | | <u>\$278,514,000</u> |
| 5 | Medical Aid Account--Federal Appropriation | \$3,186,000 |
| 6 | Plumbing Certificate Account--State Appropriation | ((\$1,732,000)) |
| 7 | | <u>\$1,739,000</u> |
| 8 | Pressure Systems Safety Account--State | |
| 9 | Appropriation | ((\$4,193,000)) |
| 10 | | <u>\$4,179,000</u> |
| 11 | TOTAL APPROPRIATION | ((\$651,667,000)) |
| 12 | | <u>\$655,600,000</u> |

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

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

19 (2) \$1,336,000 of the medical aid account--state appropriation is
20 provided solely for implementation of Substitute Senate Bill No. 5362
21 (workers' compensation/vocational rehabilitation). If the bill is not
22 enacted by June 30, 2013, the amount provided in this subsection shall
23 lapse.

24 (3) \$279,000 of the public works administration account--state
25 appropriation, \$4,000 of the medical aid account--state appropriation,
26 and \$4,000 of the accident account--state appropriation are provided
27 solely for implementation of Substitute House Bill No. 1420
28 (transportation improvement projects). If the bill is not enacted by
29 June 30, 2013, the amounts provided in this subsection shall lapse.

30 (4) \$104,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$104,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely to implement Substitute Senate
33 Bill No. 5123 (farm internships). If the bill is not enacted by June
34 30, 2013, the amount provided in this subsection shall lapse.

35 ((+6)) (5) \$210,000 of the medical aid account--state
36 appropriation and \$630,000 of the accident account--state appropriation
37 are provided solely for the contract costs and one staff position at
38 the department for the purpose of implementing the logging safety

1 initiative in an effort to reduce the frequency and severity of
 2 injuries in manual, or nonmechanized, logging. The department shall
 3 reduce \$840,000 of workers compensation funding used for the safety and
 4 health investment project to maintain cost neutrality. Additional
 5 costs for the implementation of the logging safety initiative shall be
 6 accomplished by the department within existing resources to include the
 7 assignment of two full-time auditors specifically for this purpose.
 8 The department is directed to include \$420,000 of these costs in its
 9 calculation of workers' compensation premiums for the forest products
 10 industry for 2014, 2015, and 2016 rates. The department shall report
 11 to the legislature by December 31, 2014, an approach for using a third
 12 party safety certification vendor, accomplishments of the taskforce,
 13 accomplishments on this effort to-date, and future plans. The report
 14 must identify options for future funding and make recommendations for
 15 permanent funding for this program.

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

18 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

19 (1) HEADQUARTERS

| | | |
|----|---|--------------------------|
| 20 | General Fund--State Appropriation (FY 2014) | \$1,996,000 |
| 21 | General Fund--State Appropriation (FY 2015) | (\$1,900,000) |
| 22 | | <u>\$1,888,000</u> |
| 23 | Charitable, Educational, Penal, and Reformatory | |
| 24 | Institutions Account--State Appropriation | \$10,000 |
| 25 | TOTAL APPROPRIATION | (\$3,906,000) |
| 26 | | <u>\$3,894,000</u> |

27 (2) FIELD SERVICES

| | | |
|----|---|--------------------------|
| 28 | General Fund--State Appropriation (FY 2014) | (\$5,340,000) |
| 29 | | <u>\$5,348,000</u> |
| 30 | General Fund--State Appropriation (FY 2015) | (\$5,316,000) |
| 31 | | <u>\$5,312,000</u> |
| 32 | General Fund--Federal Appropriation | (\$3,455,000) |
| 33 | | <u>\$3,449,000</u> |
| 34 | General Fund--Private/Local Appropriation | (\$4,418,000) |
| 35 | | <u>\$4,769,000</u> |

36 Veterans Innovations Program Account--State
 37 Appropriation \$104,000

| | | |
|---|--|-------------------------------|
| 1 | Veteran Estate Management Account--Private/Local | |
| 2 | Appropriation | ((\$1,104,000)) |
| 3 | | <u>\$1,110,000</u> |
| 4 | TOTAL APPROPRIATION | ((\$19,633,000)) |
| 5 | | <u>\$20,082,000</u> |

6 The appropriations in this subsection are subject to the following
7 conditions and limitations: \$300,000 of the general fund--state
8 appropriation for fiscal year 2014 and \$300,000 of the general fund--
9 state appropriation for fiscal year 2015 are provided solely to provide
10 crisis and emergency relief and education, training, and employment
11 assistance to veterans and their families in their communities through
12 the veterans innovation program.

| | | |
|----|---|--------------------------------|
| 13 | (3) INSTITUTIONAL SERVICES | |
| 14 | General Fund--State Appropriation (FY 2014) | ((\$102,000)) |
| 15 | | <u>\$239,000</u> |
| 16 | General Fund--State Appropriation (FY 2015) | ((\$20,000)) |
| 17 | | <u>\$156,000</u> |
| 18 | General Fund--Federal Appropriation | ((\$68,981,000)) |
| 19 | | <u>\$69,304,000</u> |
| 20 | General Fund--Private/Local Appropriation | ((\$39,355,000)) |
| 21 | | <u>\$28,521,000</u> |
| 22 | TOTAL APPROPRIATION | ((\$108,458,000)) |
| 23 | | <u>\$98,220,000</u> |

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

| | | |
|----|---|--------------------------------|
| 26 | FOR THE DEPARTMENT OF HEALTH | |
| 27 | General Fund--State Appropriation (FY 2014) | ((\$60,230,000)) |
| 28 | | <u>\$60,190,000</u> |
| 29 | General Fund--State Appropriation (FY 2015) | ((\$59,198,000)) |
| 30 | | <u>\$61,768,000</u> |
| 31 | General Fund--Federal Appropriation | ((\$536,074,000)) |
| 32 | | <u>\$535,003,000</u> |
| 33 | General Fund--Private/Local Appropriation | ((\$139,455,000)) |
| 34 | | <u>\$139,128,000</u> |
| 35 | Hospital Data Collection Account--State Appropriation | ((\$222,000)) |
| 36 | | <u>\$221,000</u> |
| 37 | Health Professions Account--State Appropriation | ((\$104,722,000)) |

| | | |
|----|--|----------------------|
| 1 | | <u>\$105,138,000</u> |
| 2 | Aquatic Lands Enhancement Account--State Appropriation | \$604,000 |
| 3 | Emergency Medical Services and Trauma Care Systems | |
| 4 | Trust Account--State Appropriation | (((\$12,319,000)) |
| 5 | | <u>\$11,517,000</u> |
| 6 | Safe Drinking Water Account--State Appropriation | (((\$5,267,000)) |
| 7 | | <u>\$5,242,000</u> |
| 8 | Drinking Water Assistance Account--Federal | |
| 9 | Appropriation | (((\$14,806,000)) |
| 10 | | <u>\$14,717,000</u> |
| 11 | Waterworks Operator Certification--State | |
| 12 | Appropriation | (((\$1,560,000)) |
| 13 | | <u>\$1,557,000</u> |
| 14 | Drinking Water Assistance Administrative Account-- | |
| 15 | State Appropriation | (((\$339,000)) |
| 16 | | <u>\$337,000</u> |
| 17 | Site Closure Account--State Appropriation | (((\$159,000)) |
| 18 | | <u>\$158,000</u> |
| 19 | Biotoxin Account--State Appropriation | \$1,323,000 |
| 20 | State Toxics Control Account--State Appropriation | (((\$3,949,000)) |
| 21 | | <u>\$3,922,000</u> |
| 22 | Medical Test Site Licensure Account--State | |
| 23 | Appropriation | (((\$4,737,000)) |
| 24 | | <u>\$4,725,000</u> |
| 25 | Youth Tobacco Prevention Account--State Appropriation | \$1,512,000 |
| 26 | Public Health Supplemental Account--Private/Local | |
| 27 | Appropriation | \$3,236,000 |
| 28 | Accident Account--State Appropriation | (((\$304,000)) |
| 29 | | <u>\$303,000</u> |
| 30 | Medical Aid Account--State Appropriation | \$50,000 |
| 31 | Medicaid Fraud Penalty Account--State | |
| 32 | Appropriation | \$987,000 |
| 33 | TOTAL APPROPRIATION | (((\$951,053,000)) |
| 34 | | <u>\$951,913,000</u> |

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

37 (1)(a) The department of health shall not initiate any services
38 that will require expenditure of state general fund moneys unless

1 expressly authorized in this act or other law. The department of
2 health and the state board of health shall not implement any new or
3 amended rules pertaining to primary and secondary school facilities
4 until the rules and a final cost estimate have been presented to the
5 legislature, and the legislature has formally funded implementation of
6 the rules through the omnibus appropriations act or by statute. The
7 department may seek, receive, and spend, under RCW 43.79.260 through
8 43.79.282, federal moneys not anticipated in this act as long as the
9 federal funding does not require expenditure of state moneys for the
10 program in excess of amounts anticipated in this act. If the
11 department receives unanticipated unrestricted federal moneys, those
12 moneys shall be spent for services authorized in this act or in any
13 other legislation that provides appropriation authority, and an equal
14 amount of appropriated state moneys shall lapse. Upon the lapsing of
15 any moneys under this subsection, the office of financial management
16 shall notify the legislative fiscal committees. As used in this
17 subsection, "unrestricted federal moneys" includes block grants and
18 other funds that federal law does not require to be spent on
19 specifically defined projects or matched on a formula basis by state
20 funds.

21 (b) The joint administrative rules review committee shall review
22 the new or amended rules pertaining to primary and secondary school
23 facilities under (a) of this subsection. The review committee shall
24 determine whether (i) the rules are within the intent of the
25 legislature as expressed by the statute that the rule implements, (ii)
26 the rule has been adopted in accordance with all applicable provisions
27 of law, or (iii) that the agency is using a policy or interpretive
28 statement in place of a rule. The rules review committee shall report
29 to the appropriate policy and fiscal committees of the legislature the
30 results of committee's review and any recommendations that the
31 committee deems advisable.

32 (2) In accordance with RCW 43.70.250 and 43.135.055, the department
33 is authorized to establish and raise fees in fiscal year 2014 as
34 necessary to meet the actual costs of conducting business and the
35 appropriation levels in this section. This authorization applies to
36 fees required for newborn screening, and fees associated with the
37 following professions: Agency affiliated counselors; certified
38 counselors; and certified advisors.

1 (3) \$150,000 of the state toxics control account--state
2 appropriation is provided solely to provide water filtration systems
3 for low-income households with individuals at high public health risk
4 from nitrate-contaminated wells in the lower Yakima basin.

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

11 (b) The integration must provide prescription monitoring program
12 data to emergency department personnel when the patient registers in
13 the emergency department. Such exchange may be a private or public
14 joint venture, including the use of the state health information
15 exchange.

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

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

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

27 (5) \$270,000 of the general fund--state appropriation for fiscal
28 year 2014 is provided solely for the Washington autism alliance to
29 assist autistic individuals and families with autistic children during
30 the transition to federal health reform.

31 (6) \$6,000 of the general fund--state appropriation for fiscal year
32 2014 and \$5,000 of the general fund--state appropriation for fiscal
33 year 2015 are provided solely for the department to convene a work
34 group to study and recommend language for standardized clinical
35 affiliation agreements for clinical placements associated with the
36 education and training of physicians licensed under chapter 18.71 RCW,
37 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,
38 and nurses licensed under chapter 18.79 RCW. The work group shall

1 develop one recommended standardized clinical affiliation agreement for
2 each profession or one recommended standardized clinical affiliation
3 agreement for all three professions.

4 (a) When choosing members of the work group, the department shall
5 consult with the health care personnel shortage task force and shall
6 attempt to ensure that the membership of the work group is
7 geographically diverse. The work group must, at a minimum, include
8 representatives of the following:

- 9 (i) Two-year institutions of higher education;
10 (ii) Four-year institutions of higher education;
11 (iii) The University of Washington medical school;
12 (iv) The college of osteopathic medicine at the Pacific Northwest
13 University of Health Sciences;
14 (v) The health care personnel shortage task force;
15 (vi) Statewide organizations representing hospitals and other
16 facilities that accept clinical placements;
17 (vii) A statewide organization representing physicians;
18 (viii) A statewide organization representing osteopathic physicians
19 and surgeons;
20 (ix) A statewide organization representing nurses;
21 (x) A labor organization representing nurses; and
22 (xi) Any other groups deemed appropriate by the department in
23 consultation with the health care personnel shortage task force.

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

27 (7) \$65,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$65,000 of the general fund--state appropriation for
29 fiscal year 2015 are for the midwifery licensure and regulatory program
30 to supplement revenue from fees. The department shall charge no more
31 than five hundred twenty-five dollars annually for new or renewed
32 licenses for the midwifery program.

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

37 (9) \$654,000 of the health professions account--state appropriation

1 is provided solely for the implementation of Engrossed Senate Bill No.
2 5206 (health sciences library). If the bill is not enacted by June 30,
3 2013, the amount provided in this subsection shall lapse.

4 (10) \$35,000 of the health professions account--state appropriation
5 is provided solely for the implementation of House Bill No. 1003
6 (health professions licensees). If the bill is not enacted by June 30,
7 2013, the amount provided in this subsection shall lapse.

8 (11) \$10,000 of the health professions account--state appropriation
9 is provided solely for the implementation of Substitute House Bill No.
10 1270 (board of denturists). If the bill is not enacted by June 30,
11 2013, the amount provided in this subsection shall lapse.

12 (12) \$10,000 of the health professions account--state appropriation
13 is provided solely for the implementation of Substitute House Bill No.
14 1271 (denturism). If the bill is not enacted by June 30, 2013, the
15 amount provided in this subsection shall lapse.

16 (13) \$11,000 of the health professions account--state appropriation
17 is provided solely for the implementation of House Bill No. 1330
18 (dental hygienists, assistants). If the bill is not enacted by June
19 30, 2013, the amount provided in this subsection shall lapse.

20 ~~(14) ((\$1,008,000 of the health professions account--state~~
21 ~~appropriation is provided solely for the implementation of Substitute~~
22 ~~House Bill No. 1343 (nurses surcharge). If the bill is not enacted by~~
23 ~~June 30, 2013, the amount provided in this subsection shall lapse.~~

24 ~~(+15))~~ \$34,000 of the health professions account--state
25 appropriation is provided solely for the implementation of Substitute
26 House Bill No. 1376 (suicide assessment training). If the bill is not
27 enacted by June 30, 2013, the amount provided in this subsection shall
28 lapse.

29 ~~(+16))~~ (15) \$10,000 of the health professions account--state
30 appropriation is provided solely for the implementation of Engrossed
31 Substitute House Bill No. 1515 (medical assistants). If the bill is
32 not enacted by June 30, 2013, the amount provided in this subsection
33 shall lapse.

34 ~~(+17))~~ (16) \$2,185,000 of the health professions account--state
35 appropriation is provided solely for the implementation of Second
36 Substitute House Bill No. 1518 (disciplinary authorities). If the bill
37 is not enacted by June 30, 2013, the amount provided in this subsection
38 shall lapse.

1 ~~((+18))~~ (17) \$141,000 of the general fund--private/local
2 appropriation is provided solely for the implementation of Substitute
3 House Bill No. 1525 (birth certificates). If the bill is not enacted
4 by June 30, 2013, the amount provided in this subsection shall lapse.

5 ~~((+19))~~ (18) \$220,000 of the health professions account--state
6 appropriation is provided solely for the implementation of House Bill
7 No. 1534 (impaired dentist program). If the bill is not enacted by
8 June 30, 2013, the amount provided in this subsection shall lapse.

9 ~~((+20))~~ (19) \$51,000 of the health professions account--state
10 appropriation is provided solely for the implementation of House Bill
11 No. 1609 (board of pharmacy). If the bill is not enacted by June 30,
12 2013, the amount provided in this subsection shall lapse.

13 ~~((+21))~~ (20) \$12,000 of the health professions account--state
14 appropriation is provided solely for the implementation of Substitute
15 House Bill No. 1629 (home care aide continuing education). If the bill
16 is not enacted by June 30, 2013, the amount provided in this subsection
17 shall lapse.

18 ~~((+22))~~ (21) \$18,000 of the health professions account--state
19 appropriation is provided solely for the implementation of Substitute
20 House Bill No. 1737 (physician assistants). If the bill is not enacted
21 by June 30, 2013, the amount provided in this subsection shall lapse.

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

29 (a) The financial impacts and reach that diabetes of all types and
30 undiagnosed gestational diabetes are having on the programs
31 administered by each agency and individuals, including children with
32 mothers with undiagnosed gestational diabetes, enrolled in those
33 programs. Items in this assessment must include: (i) The number of
34 lives with diabetes and undiagnosed gestational diabetes impacted or
35 covered by the programs administered by each agency; (ii) the number of
36 lives with diabetes, or at risk for diabetes, and family members
37 impacted by prevention and diabetes control programs implemented by
38 each agency; (iii) the financial toll or impact diabetes and its

1 complications, and undiagnosed gestational diabetes and the
2 complications experienced during labor to children of mothers with
3 gestational diabetes places on these programs in comparison to other
4 chronic diseases and conditions; and (iv) the financial toll or impact
5 diabetes and its complications, and diagnosed gestational diabetes and
6 the complications experienced during labor to children of mothers with
7 gestational diabetes places on these programs;

8 (b) An assessment of the benefits of implemented and existing
9 programs and activities aimed at controlling all types of diabetes and
10 preventing the disease. This assessment must also document the amount
11 and source for any funding directed to each agency for the programs and
12 activities aimed at reaching those with diabetes of all types;

13 (c) A description of the level of coordination existing between the
14 agencies on activities, programmatic activities, and messaging on
15 managing, treating, or preventing all types of diabetes and its
16 complications;

17 (d) The development or revision of detailed policy-related action
18 plans and budget recommendations for battling diabetes and undiagnosed
19 gestational diabetes that includes a range of actionable items for
20 consideration by the legislature. The plans and budget recommendations
21 must identify proposed action steps to reduce the impact of diabetes,
22 prediabetes, related diabetes complications, and undiagnosed
23 gestational diabetes. The plans and budget recommendations must also
24 identify expected outcomes of the action steps proposed in the
25 following biennium while also establishing benchmarks for controlling
26 and preventing all types of diabetes; and

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

30 ((+24)) (23) Within the general fund--state amounts appropriated
31 in this section, the department of health will develop and administer
32 the certified home care aide examination translated into at least seven
33 languages in addition to the languages in which the examination is
34 available on the effective date of this act. The purpose of offering
35 the examination in additional languages is to encourage an adequate
36 supply of certified home care aides to meet diverse long-term care
37 client needs.

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

3 **FOR THE DEPARTMENT OF CORRECTIONS**

4 (1) ADMINISTRATION AND SUPPORT SERVICES

| | | |
|----|---|--------------------------------|
| 5 | General Fund--State Appropriation (FY 2014) | ((\$56,437,000)) |
| 6 | | <u>\$56,314,000</u> |
| 7 | General Fund--State Appropriation (FY 2015) | ((\$54,779,000)) |
| 8 | | <u>\$54,391,000</u> |
| 9 | Data Processing Revolving Account--State | |
| 10 | Appropriation | \$1,249,000 |
| 11 | TOTAL APPROPRIATION | ((\$112,465,000)) |
| 12 | | <u>\$111,954,000</u> |

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

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

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

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

1 (ii) By (~~October 1, 2013~~) March 1, 2013, the consultant shall
2 report to the department, the office of financial management, and
3 legislative fiscal committees on the department's current plans and
4 processes for managing offender programming including processes for
5 phasing-out ineffective programs and implementing evidence-based or
6 research-based programs. All department programs should be considered
7 by the consultant regardless of whether they are included on the most
8 recent list of WSIPP approved identifiable evidence-based practices in
9 (b)(i) of this subsection.

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

15 (iv) Based on the report provided by the consultant and the WSIPP
16 review of programs, the department shall work collaboratively with the
17 consultant to develop and complete a written comprehensive
18 implementation plan by (~~January 15, 2014~~) June 30, 2014. The
19 implementation plan must clearly identify the types of programs to be
20 included, the recommended locations where the programs will be sited,
21 an implementation timeline, and a phasing of the projected number of
22 participants needed to meet the threshold of available program funds.

23 (v) Using the written implementation plan as a guide, the
24 department must have programs in place and fully phased-in no later
25 than (~~June 30, 2015~~) January 1, 2016.

26 (vi) The department shall hold the consultant on retainer to assist
27 the department as needed throughout the implementation process. The
28 consultant shall review quarterly the actual implementation compared to
29 the written implementation plan and shall provide a report to the
30 secretary of the department. The department shall provide reports to
31 the office of financial management and legislative fiscal committees as
32 follows:

33 (A) The written comprehensive implementation plan shall be provided
34 by January 15, 2014; and

35 (B) Written progress updates shall be provided by July 1, 2014, and
36 by December 1, 2014.

37 (c) The appropriations to the department of corrections in this act
38 must be expended for the programs and in the amounts specified in this

1 section. However, after May 1, 2014, after approval by the director of
 2 financial management and unless specifically prohibited by this act,
 3 the department may transfer general fund--state appropriations for
 4 fiscal year 2014 between programs. The department may not transfer
 5 funds, and the director of financial management may not approve the
 6 transfer, unless the transfer is consistent with the objective of
 7 conserving, to the maximum extent possible, the expenditure of state
 8 funds. The director of financial management shall notify the
 9 appropriate fiscal committees of the senate and house of
 10 representatives in writing seven days prior to approving any deviations
 11 from appropriation levels. The written notification must include a
 12 narrative explanation and justification of the changes, along with
 13 expenditures and allotments by budget unit and appropriation, both
 14 before and after any allotment modifications or transfers.

15 (2) CORRECTIONAL OPERATIONS

| | | |
|----|---|------------------------|
| 16 | General Fund--State Appropriation (FY 2014) | ((\$605,039,000)) |
| 17 | | <u>\$599,452,000</u> |
| 18 | General Fund--State Appropriation (FY 2015) | ((\$604,704,000)) |
| 19 | | <u>\$599,155,000</u> |
| 20 | General Fund--Federal Appropriation | ((\$3,322,000)) |
| 21 | | <u>\$5,126,000</u> |
| 22 | Washington Auto Theft Prevention Authority Account-- | |
| 23 | State Appropriation | ((\$7,585,000)) |
| 24 | | <u>\$7,584,000</u> |
| 25 | Environmental Legacy Stewardship Account--State | |
| 26 | Appropriation | \$105,000 |
| 27 | County Criminal Justice Assistance Account--State | |
| 28 | Appropriation | \$390,000 |
| 29 | TOTAL APPROPRIATION | ((\$1,221,145,000)) |
| 30 | | <u>\$1,211,812,000</u> |

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

- 33 (a) During the 2013-2015 fiscal biennium, when contracts are
 34 established or renewed for offender pay phone and other telephone
 35 services provided to inmates, the department shall select the
 36 contractor or contractors primarily based on the following factors:
 37 (i) The lowest rate charged to both the inmate and the person paying
 38 for the telephone call; and (ii) the lowest commission rates paid to

1 the department, while providing reasonable compensation to cover the
2 costs of the department to provide the telephone services to inmates
3 and provide sufficient revenues for the activities funded from the
4 institutional welfare betterment account.

5 (b) \$501,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$501,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the department to maintain the
8 facility, property, and assets at the institution formerly known as the
9 maple lane school in Rochester. The department may not house
10 incarcerated offenders at the maple lane site until specifically
11 directed to do so by the legislature.

12 (c) By (~~December 1, 2013~~) April 1, 2014, the department of
13 corrections shall provide a report to the office of financial
14 management and the appropriate fiscal and policy committees of the
15 legislature that evaluates the department's inmate intake processes and
16 expenditures and makes recommendations for improvements. The
17 evaluation must include an analysis of lean management processes that,
18 if adopted, could improve the efficiency and cost effectiveness of
19 inmate intake.

20 (d) By December 1, 2013, the department of corrections shall
21 provide a report to the office of financial management and the
22 appropriate fiscal and policy committees of the legislature that
23 evaluates the department's use of partial confinement and work release
24 programs and makes recommendations for improving public safety and
25 decreasing recidivism through increasing participation in partial
26 confinement re-entry and work release programs. In making its
27 recommendations, the department shall identify:

28 (i) Options for increasing the capacity of work release beds to
29 meet the number of eligible offenders;

30 (ii) Potential cost savings to the state through contracting for or
31 building new work release capacity;

32 (iii) Options for expanding eligibility for partial confinement,
33 including creation of a structured re-entry program that includes
34 stable housing, mandatory participation in evidence-based programs, and
35 intensive supervision; and

36 (iv) Potential cost savings to the state from creation of a
37 structured re-entry program.

1 (e) By December 1, 2013, the department of corrections shall
2 provide a report to the office of financial management and the
3 appropriate fiscal and policy committees of the legislature that
4 evaluates the department's community parenting alternative program, and
5 makes recommendations for increasing participation in the program with
6 the goals of increasing public safety and decreasing recidivism. The
7 evaluation shall include recommendations for increasing the placement
8 of eligible offenders into the program and increasing eligibility to
9 other populations. In making its recommendations, the department shall
10 identify the percent of the eligible population currently entering the
11 program, outcomes to-date for program participants, and potential cost
12 savings from increasing placement of offenders into the program.

13 (f) The department of corrections shall contract with local and
14 tribal governments for the provision of jail capacity to house
15 offenders who violate the terms of their community supervision. A
16 contract shall not have a cost of incarceration in excess of \$85 per
17 day per offender. A contract shall not have a year-to-year increase in
18 excess of three percent per year. The contracts may include rates for
19 the medical care of offenders which exceed the daily cost of
20 incarceration and the limitation on year-to-year increase, provided
21 that medical payments conform to the department's offender health plan,
22 pharmacy formulary, and all off-site medical expenses are preapproved
23 by department utilization management staff.

24 (g)(i) The legislature finds that it has taken several steps to
25 mitigate the demand for prison capacity including funding evidence-
26 based programming for offenders which is proven to reduce recidivism,
27 funding evidence-based treatment alternatives to incarceration for
28 drug-addicted offenders, standardizing inconsistencies in the drug
29 sentencing grid, and authorizing the department to rent local jail
30 beds. These steps will also assist the department's implementation of
31 additional operational efficiencies by reducing costs related to
32 offender intake, processing, and transportation.

33 (ii) Up to \$1,119,000 of the general fund--state appropriation for
34 fiscal year 2014 and up to \$1,322,000 of the general fund--state
35 appropriation for fiscal year 2015 may be used by the department to
36 rent jail capacity for short-term offenders. In contracting for jail
37 beds for short-term offenders, the department shall rent capacity from
38 local and tribal governments to house offenders with an earned release

1 date of less than one hundred twenty days remaining on his or her
2 sentence at the time the offender would otherwise be transferred to a
3 state correctional facility. The contracted daily costs for these
4 offenders shall not exceed \$70 per offender including medical costs.

5 (h) The department of corrections shall issue a competitive
6 solicitation by August 1, 2013, to contract with local jurisdictions
7 for the use of inmate bed capacity in lieu of prison beds operated by
8 the state. The department may contract for up to 300 beds statewide to
9 the extent that it is at no net cost to the department. The department
10 shall calculate and report the average cost per offender per day,
11 inclusive of all services, on an annual basis for a facility that is
12 representative of average medium or lower offender costs. The duration
13 of the contracts may be for up to four years. The department shall not
14 pay a rate greater than \$65 per day per offender for all costs
15 associated with the offender while in the local correctional facility
16 to include programming and health care costs, or the equivalent of \$65
17 per day per bed including programming and health care costs for full
18 units. The capacity provided at local correctional facilities must be
19 for offenders whom the department of corrections defines as medium or
20 lower security offenders. Programming provided for inmates held in
21 local jurisdictions is included in the rate, and details regarding the
22 type and amount of programming, and any conditions regarding
23 transferring offenders will be negotiated with the department as part
24 of any contract. Local jurisdictions must provide health care to
25 offenders that meet standards set by the department. The local jail
26 will provide all medical care including unexpected emergent care. The
27 department must utilize a screening process to ensure that offenders
28 with existing extraordinary medical/mental health needs are not
29 transferred to local jail facilities. If extraordinary medical
30 conditions develop for an inmate while at a jail facility the jail may
31 transfer the offender back to the department, subject to terms of the
32 negotiated agreement. Health care costs incurred prior to transfer
33 will be the responsibility of the jail. The department will report to
34 legislative fiscal committees and the office of financial management by
35 November 1, 2013, to provide a status update on implementation.

36 (i) The department shall convene a work group to develop health
37 care cost containment strategies at local jail facilities. The work
38 group shall identify cost containment strategies in place at the

1 department and at local jail facilities, identify the costs and
2 benefits of implementing strategies in jail health-care facilities, and
3 make recommendations on implementing beneficial strategies. The work
4 group shall submit a report on its findings and recommendations to the
5 fiscal committees of the legislature by October 1, 2013. The work
6 group shall include jail administrators, representatives from health
7 care facilities at the local jail level and the state prisons level,
8 and other representatives as deemed necessary.

9 (j) \$1,026,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$781,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely to expand the piloted
12 risk-needs-responsivity model to include the use of cognitive
13 behavioral therapy with evidence-based programming at two minimum
14 security prison facilities and at the Monroe correctional complex.

15 (k) \$23,653,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$24,919,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for offender programming.
18 Pursuant to section 220(1) of this act, the department shall develop
19 and implement a written comprehensive plan for offender programming
20 that prioritizes programs which follow the risk-needs-responsivity
21 model, are evidence-based, and have measurable outcomes. The
22 department is authorized to discontinue ineffective programs and to
23 repurpose underspent funds according to the priorities in the written
24 plan.

25 (l) \$36,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$36,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for implementation of Engrossed
28 Senate Bill No. 5484 (assault in the third-degree). If the bill is not
29 enacted by June 30, 2013, the amounts provided in this subsection shall
30 lapse.

31 (m) \$48,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$48,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for implementation of Engrossed
34 Substitute House Bill No. 1383 (stalking protection orders). If the
35 bill is not enacted by June 30, 2013, the amounts provided in this
36 subsection shall lapse.

37 (n) \$36,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$36,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for implementation of Senate Bill
2 No. 5149 (crimes against pharmacies). If the bill is not enacted by
3 June 30, 2013, the amounts provided in this subsection shall lapse.

4 (o) \$24,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$24,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of Engrossed
7 Substitute Senate Bill No. 5669 (trafficking). If the bill is not
8 enacted by June 30, 2013, the amounts provided in this subsection shall
9 lapse.

10 (p) \$24,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$24,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for implementation of Engrossed
13 Senate Bill No. 5053 (vehicle prowling). If the bill is not enacted by
14 June 30, 2013, the amounts provided in this subsection shall lapse.

15 (q) \$96,000 of the county criminal justice assistance--state
16 appropriation is provided solely for implementation of Engrossed Senate
17 Bill No. 5105 (rental vouchers for offenders). If the bill is not
18 enacted by June 30, 2013, the amount provided in this subsection shall
19 lapse.

20 (3) COMMUNITY SUPERVISION

| | | |
|----|--|--------------------------------|
| 21 | General Fund--State Appropriation (FY 2014) | ((\$130,568,000)) |
| 22 | | <u>\$145,992,000</u> |
| 23 | General Fund--State Appropriation (FY 2015) | ((\$131,973,000)) |
| 24 | | <u>\$149,502,000</u> |
| 25 | County Criminal Justice Assistance Account--State | \$2,249,000 |
| 26 | Ignition Interlock Device Revolving Account--State | \$2,200,000 |
| 27 | <u>Seizure Account--State Appropriation</u> | <u>\$32,000</u> |
| 28 | TOTAL APPROPRIATION | ((\$266,990,000)) |
| 29 | | <u>\$297,775,000</u> |

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

32 (a) \$1,906,000 of the county criminal justice assistance account--
33 state appropriation and \$2,200,000 of the ignition interlock device
34 revolving account--state appropriation are provided solely for the
35 department to contract for additional residential drug offender
36 sentencing alternative treatment slots. By December 1, 2013, the
37 department shall provide a report to the appropriate fiscal committees

1 of the house of representatives and the senate on the use of the
2 additional treatment slots.

3 (b) \$4,186,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$6,362,000 of the general fund--state appropriation for
5 fiscal year 2015 must be expended on evidence-based programs that
6 follow the risk-needs-responsivity model. The department is authorized
7 to use up to ten percent of these funds as necessary to secure physical
8 space as needed to maximize program delivery of evidence-based
9 treatment to all high-risk, high-need offenders in community
10 supervision. Funding may be prioritized by the department to any
11 program recognized as evidence-based for adult offenders by the
12 Washington state institute for public policy.

13 (c) \$16,513,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$16,527,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for offender programming.
16 Pursuant to section 220 (1) of this act, the department shall develop
17 and implement a written comprehensive plan for offender programming
18 that prioritizes programs which follow the risk-needs-responsivity
19 model, are evidence-based, and have measurable outcomes. The
20 department is authorized to discontinue ineffective programs and to
21 repurpose underspent funds according to the priorities in the written
22 plan.

23 (d) \$107,000 of the county criminal justice--state appropriation is
24 provided solely for implementation of Engrossed Senate Bill No. 5105
25 (rental vouchers for offenders). If the bill is not enacted by June
26 30, 2013, the amount provided in this subsection shall lapse.

27 (4) CORRECTIONAL INDUSTRIES

| | | |
|----|---|-------------------------------|
| 28 | General Fund--State Appropriation (FY 2014) | ((\$6,780,000)) |
| 29 | | <u>\$6,830,000</u> |
| 30 | General Fund--State Appropriation (FY 2015) | ((\$7,182,000)) |
| 31 | | <u>\$7,178,000</u> |
| 32 | TOTAL APPROPRIATION | ((\$13,962,000)) |
| 33 | | <u>\$14,008,000</u> |

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

36 (a) \$3,293,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$3,707,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for the stewardship of McNeil

1 island. The department shall assume responsibility of all island
2 maintenance excluding site specific maintenance operations for the
3 special commitment center and the Pierce county secure transitional
4 facility. The department shall as part of its industries program
5 provide job skills to offenders while providing the minimum maintenance
6 and preservation necessary for the state to remain in compliance with
7 the federal deed for McNeil island. The department shall report on
8 efficiencies and potential cost reductions to the office of financial
9 management and legislative fiscal committees by December 15, 2013.

10 (b)(i) The department of social and health services shall transfer
11 the stewardship of McNeil Island to the department of corrections
12 industries program, effective September 1, 2013. The transferred
13 responsibilities shall include marine operations, waste water
14 treatment, water treatment, road maintenance, and any other general
15 island maintenance that is not site specific to the operations of the
16 special commitment center or the Pierce county secure community
17 transition facility. Facility maintenance within the perimeter of the
18 special commitment center shall remain the responsibility of the
19 department of social and health services. Capital repairs and
20 maintenance necessary to maintain the special commitment center on
21 McNeil Island shall be managed by the department of social and health
22 services. The legislature directs both departments to enter into an
23 interagency agreement by August 1, 2013. The office of financial
24 management shall oversee the negotiations of the interagency agreement.
25 The interagency agreement must describe equipment that will transfer
26 between the departments, warehouse space that will be shared by the
27 departments, and occupancy requirements for any shops outside the
28 perimeter of the special commitment center. The office of financial
29 management will make the final determination on any disagreements
30 between the departments on the details of the interagency agreement.

31 (ii) All employees of the department of social and health services
32 engaged in performing the powers, functions, and duties transferred to
33 the department of corrections industries program under this subsection,
34 are transferred to the department of corrections.

35 (iii) All classified employees of department of social and health
36 services assigned to the department of corrections under this
37 subsection whose positions are within an existing bargaining unit
38 description at the department of corrections shall become a part of the

1 existing bargaining unit at the department of corrections and shall be
2 considered an appropriate inclusion or modification of the existing
3 bargaining unit under the provisions of chapter 41.80 RCW.

4 (5) INTERAGENCY PAYMENTS

| | | |
|----|---|-------------------------------|
| 5 | General Fund--State Appropriation (FY 2014) | ((\$35,345,000)) |
| 6 | | <u>\$41,894,000</u> |
| 7 | General Fund--State Appropriation (FY 2015) | ((\$32,115,000)) |
| 8 | | <u>\$38,434,000</u> |
| 9 | TOTAL APPROPRIATION | ((\$67,460,000)) |
| 10 | | <u>\$80,328,000</u> |

11 The appropriations in this subsection are subject to the following
12 conditions and limitations: The state prison medical facilities may
13 use funds appropriated in this subsection to purchase goods and
14 supplies through hospital or other group purchasing organizations when
15 it is cost effective to do so.

16 **Sec. 221.** 2013 2nd sp.s. c 4 s 221 (uncodified) is amended to read
17 as follows:

18 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

| | | |
|----|---|-------------------------------|
| 19 | General Fund--State Appropriation (FY 2014) | ((\$2,242,000)) |
| 20 | | <u>\$2,227,000</u> |
| 21 | General Fund--State Appropriation (FY 2015) | ((\$2,197,000)) |
| 22 | | <u>\$2,207,000</u> |
| 23 | General Fund--Federal Appropriation | ((\$21,060,000)) |
| 24 | | <u>\$21,035,000</u> |
| 25 | General Fund--Private/Local Appropriation | \$60,000 |
| 26 | TOTAL APPROPRIATION | ((\$25,559,000)) |
| 27 | | <u>\$25,529,000</u> |

28 **Sec. 222.** 2013 2nd sp.s. c 4 s 222 (uncodified) is amended to read
29 as follows:

30 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

| | | |
|----|---|--------------------------------|
| 31 | General Fund--Federal Appropriation | ((\$269,977,000)) |
| 32 | | <u>\$269,660,000</u> |
| 33 | General Fund--Private/Local Appropriation | ((\$34,206,000)) |
| 34 | | <u>\$34,128,000</u> |
| 35 | Unemployment Compensation Administration Account-- | |
| 36 | Federal Appropriation | ((\$320,006,000)) |

| | | |
|---|--|--------------------------------|
| 1 | | <u>\$340,125,000</u> |
| 2 | Administrative Contingency Account--State | |
| 3 | Appropriation | ((\$22,728,000)) |
| 4 | | <u>\$22,401,000</u> |
| 5 | Employment Service Administrative Account--State | |
| 6 | Appropriation | ((\$35,567,000)) |
| 7 | | <u>\$36,489,000</u> |
| 8 | TOTAL APPROPRIATION | ((\$682,484,000)) |
| 9 | | <u>\$702,803,000</u> |

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

12 (1) \$5,000,000 of the unemployment compensation administration
13 account--federal appropriation is from amounts made available to the
14 state by section 903(g) of the social security act (Reed act). This
15 amount is provided solely for continuing current unemployment insurance
16 functions and department services to employers and job seekers.

17 (2) ((~~\$12,386,000~~)) \$23,585,000 of the unemployment compensation
18 administration account--federal appropriation is from amounts made
19 available to the state by section 903(g) of the social security act
20 (Reed act). This amount is provided solely for the replacement of the
21 unemployment insurance tax information system for the employment
22 security department. The amounts provided in this subsection are
23 conditioned on the department satisfying the requirements of the
24 project management oversight standards and policies established by the
25 office of the chief information officer.

26 (3) \$3,735,000 of the unemployment compensation account--federal
27 appropriation is from amounts made available to the state by section
28 903(g) of the social security act (Reed act). This amount is provided
29 solely for the replacement of call center technology to improve the
30 integration of the telephone and computing systems to increase
31 efficiency and improve customer service.

32 (4) \$182,000 of the employment services administrative account--
33 state appropriation is provided for costs associated with the second
34 stage of the review and evaluation of the training benefits program as
35 directed in section 15(2), chapter 4, Laws of 2011 (unemployment
36 insurance program). This second stage shall be developed and conducted
37 by the joint legislative audit and review committee and shall consist

1 of further work on the process study and net-impact/cost-benefit
2 analysis components of the evaluation.

3 (5) \$240,000 of the administrative contingency account--state
4 appropriation is provided solely for the employment security department
5 to contract with a center for workers in King county. The amount
6 appropriated in this subsection shall be used by the contracted center
7 for workers to support initiatives that generate high-skill, high-wage
8 jobs; improve workforce and training systems; improve service delivery
9 for dislocated workers; and build alliances with community and
10 environmental organizations.

11 (6) The department is prohibited from expending amounts
12 appropriated in this section for implementation of chapter 49.86 RCW.

13 (7) \$251,000 of the unemployment compensation administration
14 account--federal appropriation is from amounts made available to the
15 state by section 903(g) of the social security act (Reed act). This
16 amount is provided solely for the replacement of the unemployment
17 insurance benefit system for the employment security department. The
18 amounts provided in this subsection are conditioned on the department
19 satisfying the requirements of the project management oversight
20 standards and policies established by the office of the chief
21 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>\$456,000</u> |
| General Fund--Federal Appropriation | \$31,000 |
| General Fund--Private/Local Appropriation | (\$874,000) |
| | <u>\$881,000</u> |
| TOTAL APPROPRIATION | (\$1,796,000) |
| | <u>\$1,810,000</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>\$25,283,000</u> |
| General Fund--Federal Appropriation | (\$105,230,000) |
| | <u>\$102,897,000</u> |
| General Fund--Private/Local Appropriation | (\$16,912,000) |
| | <u>\$16,879,000</u> |
| Reclamation Account--State Appropriation | (\$3,735,000) |
| | <u>\$3,989,000</u> |
| Flood Control Assistance Account--State Appropriation | (\$1,985,000) |
| | <u>\$1,980,000</u> |
| State Emergency Water Projects Revolving Account--State Appropriation | \$40,000 |
| Waste Reduction/Recycling/Litter Control--State Appropriation | (\$9,722,000) |
| | <u>\$9,705,000</u> |

1 State Drought Preparedness Account--State Appropriation . . . \$204,000
2 State and Local Improvements Revolving Account
3 (Water Supply Facilities)--State Appropriation ((~~\$426,000~~))
4 \$424,000
5 Environmental Legacy Stewardship Account--State
6 Appropriation ((~~\$43,748,000~~))
7 \$44,914,000
8 Aquatic Algae Control Account--State Appropriation \$513,000
9 Water Rights Tracking System Account--State
10 Appropriation \$46,000
11 Site Closure Account--State Appropriation ((~~\$556,000~~))
12 \$554,000
13 Wood Stove Education and Enforcement Account--State
14 Appropriation ((~~\$612,000~~))
15 \$610,000
16 Worker and Community Right-to-Know Account--State
17 Appropriation ((~~\$1,701,000~~))
18 \$1,695,000
19 Water Rights Processing Account--State Appropriation \$135,000
20 State Toxics Control Account--State Appropriation ((~~\$124,238,000~~))
21 \$125,175,000
22 State Toxics Control Account--Private/Local
23 Appropriation ((~~\$979,000~~))
24 \$977,000
25 Local Toxics Control Account--State Appropriation ((~~\$3,774,000~~))
26 \$3,760,000
27 Water Quality Permit Account--State Appropriation ((~~\$40,982,000~~))
28 \$41,746,000
29 Underground Storage Tank Account--State
30 Appropriation ((~~\$3,347,000~~))
31 \$3,340,000
32 Biosolids Permit Account--State Appropriation ((~~\$1,848,000~~))
33 \$2,141,000
34 Hazardous Waste Assistance Account--State
35 Appropriation ((~~\$6,037,000~~))
36 \$6,024,000
37 Air Pollution Control Account--State Appropriation \$3,128,000
38 Oil Spill Prevention Account--State Appropriation ((~~\$5,684,000~~))

1 the use of low-impact development is appropriate and feasible, and the
2 design, installation, maintenance, and best practices of low-impact
3 development. The department will consult with Washington State
4 University extension low-impact development technical center and others
5 in the development of the low-impact technical training. As
6 appropriate, the department may contract with the Washington State
7 University extension low-impact development technical center, private
8 sector vendors, associations, and others to deliver the technical
9 training. The training must be provided free of cost to phase I and
10 phase II permittees and the private development community including
11 builders, engineers, and other industry professionals. The training
12 must be sequenced geographically and provided in time for local
13 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By
14 August 1, 2013, the department of ecology shall provide the governor
15 and appropriate legislative committees a plan for how low-impact
16 development training funds will be spent during fiscal years 2014
17 through 2017.

18 (4) \$440,000 of the state toxics control account--state
19 appropriation is provided solely for administering the water pollution
20 control facilities financial assistance program authorized in chapter
21 90.50A RCW.

22 (5) \$350,000 of the state toxics control account--state
23 appropriation is provided solely for the Spokane river regional toxics
24 task force to support their efforts to address elevated levels of
25 polychlorinated biphenyls in the Spokane river. Funding will be used
26 to determine the extent of the cleanup required, implement cleanup
27 actions to meet applicable water quality standards, and prevent
28 recontamination.

29 (6) \$516,000 of the state toxics control account--state
30 appropriation is provided solely for the department to support an
31 ultrafine particulate study to determine how, if at all, the biomass
32 cogeneration facilities in Port Townsend and Port Angeles may impact
33 air quality and the health of citizens in the region.

34 (7) \$65,000 of the water quality permit account--state
35 appropriation is provided solely for the implementation of Engrossed
36 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
37 the bill is not enacted by June 30, 2013, the amount provided in this
38 subsection shall lapse.

1 ~~((+9))~~ (8) The department shall collaborate with the middle snake
2 river watershed, WRIA 35 planning unit in implementing its watershed
3 plan.

4 ~~((+10))~~ (9)(a) \$14,000,000 of the general fund--state
5 appropriation for fiscal year 2014 and \$14,000,000 of the general
6 fund--state appropriation for fiscal year 2015 are for activities
7 within the water resources program.

8 (b) Of the amounts provided in (a) of this subsection, \$500,000 of
9 the general fund--state appropriation for fiscal year 2015 is provided
10 solely for processing water right permit applications only if the
11 department of ecology issues at least five hundred water right
12 decisions in fiscal year 2014, and if the department of ecology does
13 not issue at least five hundred water right decisions in fiscal year
14 2014 the amount provided in this subsection shall lapse and remain
15 unexpended. The department of ecology shall submit a report to the
16 office of financial management and the state treasurer by June 30,
17 2014, that documents whether five hundred water right decisions were
18 issued in fiscal year 2014. For the purposes of this subsection,
19 applications that are voluntarily withdrawn by an applicant do not
20 count towards the five hundred water right decision requirement. For
21 the purposes of water budget-neutral requests under chapter 173-539A
22 WAC, multiple domestic connections authorized within a single water
23 budget-neutral decision are considered one decision for the purposes of
24 this subsection.

25 ~~((+11))~~ (10) The department of ecology, in consultation with the
26 office of financial management, shall prepare a facilities plan to
27 reduce the agency's facilities obligation and the agency's cost per FTE
28 for its facilities by 2017 to align with comparable state agencies.
29 The plan must be submitted to the office of financial management and
30 the appropriate legislative fiscal committees by November 1, 2013. The
31 plan must include: (a) An inventory of all currently owned and leased
32 buildings, consistent with the data provided through the state's
33 facilities inventory process prescribed by the office of financial
34 management annually by September 1st; (b) a list of facilities
35 solutions that will reduce costs with an emphasis on consolidation,
36 collocation, and alternative space solutions such as shared workspace
37 and mobile work; and (c) a department-wide coordinated process and plan
38 for regularly evaluating facility needs.

1 **Sec. 303.** 2013 2nd sp.s. c 4 s 303 (uncodified) is amended to read
2 as follows:

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

| | | |
|----|--|----------------------------------|
| 4 | General Fund--State Appropriation (FY 2014) | (((\$4,254,000))) |
| 5 | | <u>\$4,365,000</u> |
| 6 | General Fund--State Appropriation (FY 2015) | (((\$4,254,000))) |
| 7 | | <u>\$4,744,000</u> |
| 8 | General Fund--Federal Appropriation | (((\$6,014,000))) |
| 9 | | <u>\$6,007,000</u> |
| 10 | Winter Recreation Program Account--State | |
| 11 | Appropriation | (((\$2,065,000))) |
| 12 | | <u>\$2,464,000</u> |
| 13 | ORV and Nonhighway Vehicle Account--State | |
| 14 | Appropriation | (((\$215,000))) |
| 15 | | <u>\$214,000</u> |
| 16 | Snowmobile Account--State Appropriation | (((\$4,859,000))) |
| 17 | | <u>\$4,857,000</u> |
| 18 | Aquatic Lands Enhancement Account--State Appropriation | \$363,000 |
| 19 | Parks Renewal and Stewardship Account--State | |
| 20 | Appropriation | (((\$103,065,000))) |
| 21 | | <u>\$105,053,000</u> |
| 22 | Parks Renewal and Stewardship Account--Private/Local | |
| 23 | Appropriation | \$300,000 |
| 24 | Waste Reduction/Recycling/Litter Control Account--State | |
| 25 | Appropriation | \$1,700,000 |
| 26 | TOTAL APPROPRIATION | (((\$127,089,000))) |
| 27 | | <u>\$130,067,000</u> |

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

30 (1) \$79,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$79,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for a grant for the operation of
33 the Northwest weather and avalanche center.

34 (2) Prior to closing any state park, the commission must notify all
35 affected local governments and relevant nonprofit organizations of the
36 intended closure and provide an opportunity for the notified local
37 governments and nonprofit organizations to elect to acquire, or enter

1 into, a maintenance and operating contract with the commission that
2 would allow the park to remain open.

3 (3) The commission shall prepare a report on its efforts to
4 increase revenue from all sources, including the discover pass. The
5 report shall also include a status update on the fiscal health of the
6 state parks system, and shall be submitted to the office of financial
7 management and the appropriate committees of the legislature by October
8 28, 2013.

9 **Sec. 304.** 2013 2nd sp.s. c 4 s 304 (uncodified) is amended to read
10 as follows:

11 **FOR THE RECREATION AND CONSERVATION FUNDING BOARD**

| | | |
|----|--|--------------------|
| 12 | General Fund--State Appropriation (FY 2014) | (((\$823,000)) |
| 13 | | <u>\$836,000</u> |
| 14 | General Fund--State Appropriation (FY 2015) | (((\$815,000)) |
| 15 | | <u>\$959,000</u> |
| 16 | General Fund--Federal Appropriation | (((\$3,425,000)) |
| 17 | | <u>\$3,416,000</u> |
| 18 | General Fund--Private/Local Appropriation | (((\$24,000)) |
| 19 | | <u>\$124,000</u> |
| 20 | Aquatic Lands Enhancement Account--State Appropriation | \$480,000 |
| 21 | Firearms Range Account--State Appropriation | \$37,000 |
| 22 | Recreation Resources Account--State Appropriation | (((\$3,086,000)) |
| 23 | | <u>\$3,159,000</u> |
| 24 | NOVA Program Account--State Appropriation | (((\$964,000)) |
| 25 | | <u>\$962,000</u> |
| 26 | TOTAL APPROPRIATION | (((\$9,654,000)) |
| 27 | | <u>\$9,973,000</u> |

28 **Sec. 305.** 2013 2nd sp.s. c 4 s 305 (uncodified) is amended to read
29 as follows:

30 **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

| | | |
|----|---|--------------------|
| 31 | General Fund--State Appropriation (FY 2014) | (((\$2,227,000)) |
| 32 | | <u>\$2,210,000</u> |
| 33 | General Fund--State Appropriation (FY 2015) | (((\$2,147,000)) |
| 34 | | <u>\$2,181,000</u> |
| 35 | TOTAL APPROPRIATION | (((\$4,374,000)) |
| 36 | | <u>\$4,391,000</u> |

1 options for improvement to district elections, which must include an
2 option aligning district elections with state and local general
3 elections. The commission must submit a report detailing the options
4 to the office of financial management and appropriate committees of the
5 legislature by December 10, 2013.

6 **Sec. 307.** 2013 2nd sp.s. c 4 s 307 (uncodified) is amended to read
7 as follows:

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

| | | |
|----|---|--------------------------------|
| 9 | General Fund--State Appropriation (FY 2014) | ((\$30,321,000)) |
| 10 | | <u>\$33,083,000</u> |
| 11 | General Fund--State Appropriation (FY 2015) | ((\$28,999,000)) |
| 12 | | <u>\$30,105,000</u> |
| 13 | General Fund--Federal Appropriation | ((\$107,585,000)) |
| 14 | | <u>\$107,649,000</u> |
| 15 | General Fund--Private/Local Appropriation | ((\$58,784,000)) |
| 16 | | <u>\$58,516,000</u> |
| 17 | ORV and Nonhighway Vehicle Account--State | |
| 18 | Appropriation | ((\$397,000)) |
| 19 | | <u>\$393,000</u> |
| 20 | Aquatic Lands Enhancement Account--State | |
| 21 | Appropriation | ((\$15,919,000)) |
| 22 | | <u>\$15,901,000</u> |
| 23 | Recreational Fisheries Enhancement--State | |
| 24 | Appropriation | ((\$2,590,000)) |
| 25 | | <u>\$2,608,000</u> |
| 26 | Environmental Legacy Stewardship Account--State | |
| 27 | Appropriation | \$1,224,000 |
| 28 | Warm Water Game Fish Account--State Appropriation | ((\$2,507,000)) |
| 29 | | <u>\$2,498,000</u> |
| 30 | Eastern Washington Pheasant Enhancement Account--State | |
| 31 | Appropriation | \$849,000 |
| 32 | Aquatic Invasive Species Enforcement Account--State | |
| 33 | Appropriation | ((\$209,000)) |
| 34 | | <u>\$208,000</u> |
| 35 | Aquatic Invasive Species Prevention Account--State | |
| 36 | Appropriation | ((\$737,000)) |
| 37 | | <u>\$734,000</u> |

| | | |
|----|---|--------------------------------|
| 1 | State Wildlife Account--State Appropriation | ((\$103,460,000)) |
| 2 | | <u>\$103,968,000</u> |
| 3 | Special Wildlife Account--State Appropriation | ((\$2,405,000)) |
| 4 | | <u>\$2,402,000</u> |
| 5 | Special Wildlife Account--Federal Appropriation | \$500,000 |
| 6 | Special Wildlife Account--Private/Local | |
| 7 | Appropriation | ((\$3,446,000)) |
| 8 | | <u>\$3,443,000</u> |
| 9 | Wildlife Rehabilitation Account--State Appropriation | \$259,000 |
| 10 | Hydraulic Project Approval Account--State Appropriation | \$674,000 |
| 11 | Regional Fisheries Enhancement Salmonid Recovery | |
| 12 | Account--Federal Appropriation | \$5,001,000 |
| 13 | Oil Spill Prevention Account--State Appropriation | ((\$917,000)) |
| 14 | | <u>\$914,000</u> |
| 15 | Oyster Reserve Land Account--State Appropriation | ((\$773,000)) |
| 16 | | <u>\$772,000</u> |
| 17 | TOTAL APPROPRIATION | ((\$367,556,000)) |
| 18 | | <u>\$371,701,000</u> |

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

21 (1) ((~~\$130,000~~)) \$2,997,000 of the general fund--state
22 appropriation for fiscal year 2014 and \$130,000 of the general fund--
23 state appropriation for fiscal year 2015 are provided solely to pay for
24 emergency fire suppression costs. These amounts may not be used to
25 fund agency indirect and administrative expenses.

26 (2) Prior to submitting its 2015-2017 biennial operating and
27 capital budget request related to state fish hatcheries to the office
28 of financial management, the department shall contract with the
29 hatchery scientific review group (HSRG) to review this request. This
30 review shall: (a) Determine if the proposed requests are consistent
31 with HSRG recommendations; (b) prioritize the components of the
32 requests based on their contributions to protecting wild salmonid
33 stocks and meeting the recommendations of the HSRG; and (c) evaluate
34 whether the proposed requests are being made in the most cost effective
35 manner. The department shall provide a copy of the HSRG review to the
36 office of financial management with their agency budget proposal.

37 (3) \$400,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$400,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for a state match to support the
2 Puget Sound nearshore partnership between the department and the U.S.
3 army corps of engineers.

4 (4) Within the amounts appropriated in this section, the department
5 shall identify additional opportunities for partnerships in order to
6 keep fish hatcheries operational. Such partnerships shall aim to
7 maintain fish production and salmon recovery with less reliance on
8 state operating funds.

9 (5) During the 2013-2015 fiscal biennium, the department must
10 retain ownership and continue to occupy the downtown Olympia office
11 building at 600 Capitol Way.

12 (6) \$1,000,000 of the state wildlife account--state appropriation
13 is provided solely to the department for resources that serve to
14 promote and engage nonlethal deterrence methods relating to wolf and
15 livestock interaction with a priority given to funding cooperative
16 agreements with livestock producers, and of this amount, \$250,000 in
17 fiscal year 2014 is provided solely for compensation for injury or loss
18 of livestock caused by wolves as prescribed in chapter 77.36 RCW.

19 (7) \$100,000 of the state wildlife account--state appropriation is
20 provided solely for the transfer of trout from the Clarks creek
21 hatchery to the Lakewood hatchery.

22 (8) \$100,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$100,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the production of steelhead,
25 coho, and Chinook salmon at the Clarks creek hatchery.

26 (9) \$200,000 of the state wildlife account--state appropriation,
27 \$50,000 of the general fund--state appropriation for fiscal year 2014,
28 and \$50,000 of the general fund--state appropriation for fiscal year
29 2015 are provided solely for the department to increase production of
30 juvenile fall Chinook on the Cowlitz river. The funds provided may be
31 used to match or leverage funds from private or public sources for the
32 same purpose.

33 (10) \$596,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$596,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for weed assessments and for
36 payments in lieu of real property taxes to counties that elect to
37 receive the payments for department owned game lands within the county.

1 (11) \$10,000 of the aquatic lands enhancement account--state
2 appropriation is provided solely for development of an aquatic invasive
3 species passport program to improve the efficiency and effectiveness of
4 watercraft inspections by expediting aquatic invasive species
5 watercraft inspections for watercraft at low risk of transmitting
6 invasive species and prioritizing the use of available resources for
7 the inspection of high risk vessels.

8 (12) Within the amounts appropriated in this section, the
9 department must deploy additional wildlife conflict specialists to
10 provide landowner assistance and address wildlife conflicts, with at
11 least one additional specialist primarily assigned to each of the
12 following areas: Administrative region six of the department; Okanogan
13 and Chelan counties in administrative region two of the department; and
14 Whatcom and Skagit counties in administrative region four of the
15 department.

16 (13) \$25,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$25,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for implementation of House Bill
19 No. 1112 (science and public policy). If the bill is not enacted by
20 June 30, 2013, the amounts provided in this subsection shall lapse.

21 (14) Within the amounts appropriated in this section the department
22 shall work with the regional fisheries enhancement groups to identify
23 a revenue source or sources capable of providing long-term funding to
24 support the community-based salmon restoration work of regional
25 fisheries enhancement groups. The department shall work with the
26 regional fisheries enhancement group coalition to submit a report to
27 the office of financial management and the appropriate legislative
28 committees by December 1, 2013, with the outcomes and recommendations.

29 **Sec. 308.** 2013 2nd sp.s. c 4 s 308 (uncodified) is amended to read
30 as follows:

31 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

| | | |
|----|---|-------------------------------|
| 32 | General Fund--State Appropriation (FY 2014) | ((\$42,515,000)) |
| 33 | | <u>\$50,948,000</u> |
| 34 | General Fund--State Appropriation (FY 2015) | ((\$45,092,000)) |
| 35 | | <u>\$45,405,000</u> |
| 36 | General Fund--Federal Appropriation | ((\$26,963,000)) |
| 37 | | <u>\$26,947,000</u> |

| | | |
|----|--|----------------------|
| 1 | General Fund--Private/Local Appropriation | \$2,372,000 |
| 2 | Forest Development Account--State Appropriation | ((\$49,054,000)) |
| 3 | | <u>\$50,532,000</u> |
| 4 | ORV and Nonhighway Vehicle Account--State | |
| 5 | Appropriation | ((\$4,494,000)) |
| 6 | | <u>\$4,478,000</u> |
| 7 | Surveys and Maps Account--State Appropriation | ((\$2,170,000)) |
| 8 | | <u>\$1,673,000</u> |
| 9 | Aquatic Lands Enhancement Account--State | |
| 10 | Appropriation | ((\$3,634,000)) |
| 11 | | <u>\$3,599,000</u> |
| 12 | Snowmobile Account--State Appropriation | \$100,000 |
| 13 | Environmental Legacy Stewardship Account--State | |
| 14 | Appropriation | \$3,948,000 |
| 15 | Resources Management Cost Account--State | |
| 16 | Appropriation | ((\$111,073,000)) |
| 17 | | <u>\$116,216,000</u> |
| 18 | Surface Mining Reclamation Account--State | |
| 19 | Appropriation | ((\$3,972,000)) |
| 20 | | <u>\$3,959,000</u> |
| 21 | Disaster Response Account--State Appropriation | \$5,000,000 |
| 22 | Forest and Fish Support Account--State | |
| 23 | Appropriation | ((\$11,759,000)) |
| 24 | | <u>\$11,757,000</u> |
| 25 | Aquatic Land Dredged Material Disposal Site | |
| 26 | Account--State Appropriation | ((\$843,000)) |
| 27 | | <u>\$462,000</u> |
| 28 | Natural Resources Conservation Areas Stewardship | |
| 29 | Account--State Appropriation | \$34,000 |
| 30 | Marine Resources Stewardship Trust Account--State | |
| 31 | Appropriation | \$3,700,000 |
| 32 | State Toxics Control Account--State Appropriation | \$80,000 |
| 33 | Forest Practices Application Account--State | |
| 34 | Appropriation | \$1,697,000 |
| 35 | Air Pollution Control Account--State Appropriation | ((\$785,000)) |
| 36 | | <u>\$784,000</u> |
| 37 | NOVA Program Account--State Appropriation | ((\$950,000)) |
| 38 | | <u>\$948,000</u> |

| | | |
|---|--|--------------------------------|
| 1 | Derelict Vessel Removal Account--State | |
| 2 | Appropriation | ((\$1,770,000)) |
| 3 | | <u>\$1,769,000</u> |
| 4 | Agricultural College Trust Management Account--State | |
| 5 | Appropriation | ((\$2,712,000)) |
| 6 | | <u>\$2,704,000</u> |
| 7 | TOTAL APPROPRIATION | ((\$324,717,000)) |
| 8 | | <u>\$339,112,000</u> |

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

11 (1) \$1,389,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$1,323,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for deposit into the agricultural
14 college trust management account and are provided solely to manage
15 approximately 70,700 acres of Washington State University's
16 agricultural college trust lands.

17 (2) ((~~\$19,099,000~~)) \$27,099,000 of the general fund--state
18 appropriation for fiscal year 2014, \$19,099,000 of the general fund--
19 state appropriation for fiscal year 2015, and \$5,000,000 of the
20 disaster response account--state appropriation are provided solely for
21 emergency fire suppression. None of the general fund and disaster
22 response account amounts provided in this subsection may be used to
23 fund agency indirect and administrative expenses. Agency indirect and
24 administrative costs shall be allocated among the agency's remaining
25 accounts and appropriations. The department of natural resources shall
26 submit a quarterly report to the office of financial management and the
27 legislative fiscal committees detailing information on current and
28 planned expenditures from the disaster response account. This work
29 shall be done in coordination with the military department.

30 (3) \$5,000,000 of the forest and fish support account--state
31 appropriation is provided solely for outcome-based, performance
32 contracts with tribes to participate in the implementation of the
33 forest practices program. Contracts awarded may only contain indirect
34 costs set at or below the rate in the contracting tribe's indirect cost
35 agreement with the federal government. If federal funding for this
36 purpose is reinstated, the amount provided in this subsection shall
37 lapse.

1 (4) \$518,000 of the forest and fish support account--state
2 appropriation is provided solely for outcome-based performance
3 contracts with nongovernmental organizations to participate in the
4 implementation of the forest practices program. Contracts awarded may
5 only contain indirect cost set at or below a rate of eighteen percent.

6 (5) \$717,000 of the forest and fish support account--state
7 appropriation is provided solely to fund interagency agreements with
8 the department of ecology and the department of fish and wildlife as
9 part of the adaptive management process.

10 (6) \$440,000 of the state general fund--state appropriation for
11 fiscal year 2014 and \$440,000 of the state general fund--state
12 appropriation for fiscal year 2015 are provided solely for forest work
13 crews that support correctional camps and are contingent upon
14 continuing operations of Naselle youth camp.

15 (7) \$2,382,000 of the resource management cost account--state
16 appropriation is for addressing the growing backlog of expired aquatic
17 leases and new aquatic lease applications. The department shall
18 implement a Lean process to improve the lease review process and
19 further reduce the backlog, and submit a report on its progress in
20 addressing the backlog and implementation of the Lean process to the
21 governor and the appropriate committees of the legislature by October
22 1, 2013.

23 (8) \$1,948,000 of the environmental legacy stewardship account--
24 state appropriation is provided solely for the department to pay a
25 portion of the costs to complete remedial investigation work at
26 Whitmarsh landfill and Mill site A and perform final-year maintenance
27 of the Olympic view triangle site in Commencement Bay.

28 (9) \$265,000 of the resources management cost account--state
29 appropriation is provided solely for implementation of Second
30 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill
31 is not enacted by June 30, 2013, the amount provided in this subsection
32 shall lapse.

33 (10) \$425,000 of the derelict vessel removal account--state
34 appropriation is provided solely for implementation of Engrossed
35 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
36 the bill is not enacted by June 30, 2013, the amount provided in this
37 subsection shall lapse.

1 (11) \$3,700,000 of the marine resources stewardship trust account--
2 state appropriation is provided solely for implementation of priority
3 marine management planning efforts including mapping activities,
4 ecological assessment, data tools, stakeholder engagement, and all
5 other work identified in Engrossed Senate Bill No. 5603 (marine
6 advisory councils) during the 2013-2015 fiscal biennium.

7 **Sec. 309.** 2013 2nd sp.s. c 4 s 309 (uncodified) is amended to read
8 as follows:

9 **FOR THE DEPARTMENT OF AGRICULTURE**

| | | |
|----|---|-------------------------------|
| 10 | General Fund--State Appropriation (FY 2014) | ((\$15,300,000)) |
| 11 | | <u>\$15,274,000</u> |
| 12 | General Fund--State Appropriation (FY 2015) | ((\$15,294,000)) |
| 13 | | <u>\$15,199,000</u> |
| 14 | General Fund--Federal Appropriation | ((\$23,098,000)) |
| 15 | | <u>\$23,010,000</u> |
| 16 | General Fund--Private/Local Appropriation | \$192,000 |
| 17 | Aquatic Lands Enhancement Account--State | |
| 18 | Appropriation | ((\$2,837,000)) |
| 19 | | <u>\$2,832,000</u> |
| 20 | State Toxics Control Account--State Appropriation . . . | ((\$5,203,000)) |
| 21 | | <u>\$5,195,000</u> |
| 22 | Water Quality Permit Account--State Appropriation | ((\$70,000)) |
| 23 | | <u>\$73,000</u> |
| 24 | TOTAL APPROPRIATION | ((\$61,994,000)) |
| 25 | | <u>\$61,775,000</u> |

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

28 (1) \$5,308,445 of the general fund--state appropriation for fiscal
29 year 2014 and \$5,302,905 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for implementing the food
31 assistance program as defined in RCW 43.23.290.

32 (2) Pursuant to RCW 43.135.055 and 16.57.220, the department is
33 authorized to institute livestock inspection fees in the 2013-2015
34 fiscal biennium for calves less than thirty days old.

35 (3) Pursuant to RCW 43.135.055 and 16.36.150, the department is
36 authorized to establish a fee for the sole purpose of purchasing and

1 operating a database and any other technology or software needed to
2 administer animal disease traceability activities for cattle sold or
3 slaughtered in the state or transported out of the state.

4 (4) Within the amounts appropriated in this section, the department
5 of agriculture must convene and facilitate a work group with
6 appropriate stakeholders to review fees supporting programs within the
7 department that are also supported with state general fund. In
8 developing strategies to make the program work more self-supporting,
9 the workgroup will consider, at minimum, the length of time since the
10 last fee increase, similar fees that exist in neighboring states, and
11 fee increases that will ensure reasonable competitiveness in the
12 respective industries. The workgroup must submit a report containing
13 recommendations that will make each of the fee supported programs
14 within the department less reliant on state general fund to the office
15 of financial management and legislative fiscal committees by December
16 1, 2013.

17 **Sec. 310.** 2013 2nd sp.s. c 4 s 310 (uncodified) is amended to read
18 as follows:

19 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**
20 Pollution Liability Insurance Program Trust
21 Account--State Appropriation ((~~\$987,000~~))
22 \$999,000

23 **Sec. 311.** 2013 2nd sp.s. c 4 s 311 (uncodified) is amended to read
24 as follows:

25 **FOR THE PUGET SOUND PARTNERSHIP**
26 General Fund--State Appropriation (FY 2014) ((~~\$2,416,000~~))
27 \$2,398,000
28 General Fund--State Appropriation (FY 2015) ((~~\$2,318,000~~))
29 \$2,391,000
30 General Fund--Federal Appropriation ((~~\$11,570,000~~))
31 \$11,615,000
32 Aquatic Lands Enhancement Account--State Appropriation . . . \$1,920,000
33 State Toxics Control Account--State Appropriation ((~~\$676,000~~))
34 \$681,000
35 TOTAL APPROPRIATION ((~~\$18,900,000~~))
36 \$19,005,000

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

3 (1) \$788,000 of the aquatic lands enhancement account--state
4 appropriation is provided solely for coordinating a study of Puget
5 Sound juvenile steelhead marine survival conducted by the department of
6 fish and wildlife and based on a study plan developed in cooperation
7 with federal, tribal, and nongovernmental entities.

8 (2) By October 1, 2014, the Puget Sound partnership shall provide
9 the governor a single, prioritized list of state agency 2015-2017
10 capital and operating budget requests related to Puget Sound
11 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>\$1,729,000</u> |
| Architects' License Account--State Appropriation | (\$902,000) |
| | <u>\$900,000</u> |
| Professional Engineers' Account--State Appropriation | (\$3,558,000) |
| | <u>\$3,536,000</u> |
| Real Estate Commission Account--State Appropriation | (\$9,929,000) |
| | <u>\$9,911,000</u> |
| Uniform Commercial Code Account--State Appropriation | (\$3,154,000) |
| | <u>\$3,138,000</u> |
| Real Estate Education Account--State Appropriation | \$276,000 |
| Real Estate Appraiser Commission Account--State Appropriation | (\$1,703,000) |
| | <u>\$1,704,000</u> |
| Business and Professions Account--State Appropriation | (\$17,454,000) |
| | <u>\$17,436,000</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>\$40,260,000</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) \$409,000 of the general fund--state appropriation is provided
24 solely for seven temporary staff to eliminate the firearm transfer
25 backlog of 144,000 documents by June 30, 2015. The department shall
26 convene a work group to develop a report on making the firearms program
27 a fee recovery program. The work group must examine changes including
28 but not limited to making firearm transfer reporting mandatory,
29 charging a fee for firearms transfer recording, and recommending cost
30 recovery methods to keep up with demand. The report shall be presented
31 to the office of financial management no later than June 30, 2015.

32 **Sec. 402.** 2013 2nd sp.s. c 4 s 402 (uncodified) is amended to read
33 as follows:

| | | |
|----|---|-------------------------------|
| 34 | FOR THE STATE PATROL | |
| 35 | General Fund--State Appropriation (FY 2014) | ((\$34,653,000)) |
| 36 | | <u>\$35,941,000</u> |
| 37 | General Fund--State Appropriation (FY 2015) | ((\$32,485,000)) |

| | | |
|----|--|--------------------------------|
| 1 | | <u>\$34,986,000</u> |
| 2 | General Fund--Federal Appropriation | ((\$16,189,000)) |
| 3 | | <u>\$15,869,000</u> |
| 4 | General Fund--Private/Local Appropriation | ((\$3,020,000)) |
| 5 | | <u>\$3,019,000</u> |
| 6 | Death Investigations Account--State Appropriation | ((\$9,956,000)) |
| 7 | | <u>\$9,940,000</u> |
| 8 | Enhanced 911 Account--State Appropriation | \$3,480,000 |
| 9 | County Criminal Justice Assistance Account--State | |
| 10 | Appropriation | ((\$3,332,000)) |
| 11 | | <u>\$3,319,000</u> |
| 12 | Municipal Criminal Justice Assistance Account--State | |
| 13 | Appropriation | ((\$1,351,000)) |
| 14 | | <u>\$1,345,000</u> |
| 15 | Fire Service Trust Account--State Appropriation | \$131,000 |
| 16 | Disaster Response Account--State Appropriation | \$8,000,000 |
| 17 | Fire Service Training Account--State Appropriation | ((\$9,797,000)) |
| 18 | | <u>\$9,783,000</u> |
| 19 | Aquatic Invasive Species Enforcement Account--State | |
| 20 | Appropriation | \$54,000 |
| 21 | State Toxics Control Account--State Appropriation | ((\$516,000)) |
| 22 | | <u>\$515,000</u> |
| 23 | Fingerprint Identification Account--State | |
| 24 | Appropriation | ((\$10,747,000)) |
| 25 | | <u>\$10,709,000</u> |
| 26 | Vehicle License Fraud Account--State Appropriation | ((\$447,000)) |
| 27 | | <u>\$226,000</u> |
| 28 | TOTAL APPROPRIATION | ((\$134,158,000)) |
| 29 | | <u>\$137,317,000</u> |

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

32 (1) \$200,000 of the fire service training account--state
33 appropriation is provided solely for two FTEs in the office of the
34 state director of fire protection to exclusively review K-12
35 construction documents for fire and life safety in accordance with the
36 state building code. It is the intent of this appropriation to provide
37 these services only to those districts that are located in counties
38 without qualified review capabilities.

1 (2) \$8,000,000 of the disaster response account--state
2 appropriation is provided solely for Washington state fire service
3 resource mobilization costs incurred in response to an emergency or
4 disaster authorized under RCW 43.43.960 through 43.43.964. The state
5 patrol shall submit a report quarterly to the office of financial
6 management and the legislative fiscal committees detailing information
7 on current and planned expenditures from this account. This work shall
8 be done in coordination with the military department.

9 (3) \$700,000 of the fire service training account--state
10 appropriation is provided solely for the firefighter apprenticeship
11 training program.

12 (4) \$3,480,000 of the enhanced 911 account--state appropriation is
13 provided solely for upgrades to the Washington state identification
14 system and the Washington crime information center. Amounts provided
15 in this subsection may not be expended until the office of the chief
16 information officer approves a plan to move the Washington state
17 patrol's servers and data center equipment into the state data center
18 in the 1500 Jefferson building, and the office of the chief information
19 officer certifies that the Washington state patrol has begun the move.
20 The amounts provided in this subsection are conditioned on the
21 department satisfying the requirements of the project management
22 oversight standards and policies established by the office of the chief
23 information officer.

24 (5) \$154,000 of the fingerprint identification account--state
25 appropriation is provided solely for implementation of Substitute House
26 Bill No. 1612 (firearms offenders). If the bill is not enacted by June
27 30, 2013, 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>\$27,326,000</u> |
| General Fund--State Appropriation (FY 2015) | ((\$26,041,000)) |
| | <u>\$27,031,000</u> |
| General Fund--Federal Appropriation | ((\$63,826,000)) |
| | <u>\$66,625,000</u> |
| General Fund--Private/Local Appropriation | ((\$4,005,000)) |
| | <u>\$4,004,000</u> |
| Performance Audits of Government Account--State Appropriation | \$200,000 |
| TOTAL APPROPRIATION | ((\$121,336,000)) |
| | <u>\$125,186,000</u> |

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

(1) A maximum of ((~~\$16,881,000~~)) \$17,049,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$16,602,000~~)) \$17,216,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) ((~~\$8,846,000~~)) \$9,014,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$8,910,000~~)) \$8,765,000 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 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely to the professional educator
9 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 (e) \$133,000 of the general fund--state appropriation for fiscal
36 year 2014 and (~~(\$133,000)~~) \$263,000 of the general fund--state
37 appropriation for fiscal year 2015 are provided solely for the

1 implementation of chapter 240, Laws of 2010, including staffing the
2 office of equity and civil rights.

3 (f) \$50,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$50,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the ongoing work of the
6 education opportunity gap oversight and accountability committee.

7 (g) \$45,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$45,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for the implementation of chapter
10 380, Laws of 2009 (enacting the interstate compact on educational
11 opportunity for military children).

12 (h) \$131,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$131,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the implementation of
15 Initiative Measure No. 1240 (charter schools).

16 (i) \$1,826,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$1,802,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for implementing a comprehensive
19 data system to include financial, student, and educator data, including
20 development and maintenance of the comprehensive education data and
21 research system (CEDARS).

22 (j) \$25,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$25,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for project citizen, a program
25 sponsored by the national conference of state legislatures and the
26 center for civic education to promote participation in government by
27 middle school students.

28 (k) \$1,500,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$1,500,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for collaborative schools for
31 innovation and success authorized under chapter 53, Laws of 2012. The
32 office of the superintendent of public instruction shall award \$500,000
33 per year in funding for each collaborative school for innovation and
34 success selected for participation in the pilot program during 2012.

35 (l) \$123,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$123,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for implementation of chapter 163,
38 Laws of 2012 (foster care outcomes). The office of the superintendent

1 of public instruction shall annually report each December on the
2 implementation of the state's plan of cross-system collaboration to
3 promote educational stability and improve education outcomes of foster
4 youth.

5 (m) \$250,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$250,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for implementation of chapter 178,
8 Laws of 2012 (open K-12 education resources).

9 (n) \$93,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$93,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for chapter 185, Laws of 2011
12 (bullying prevention, which requires the office of the superintendent
13 of public instruction to convene an ongoing workgroup on school
14 bullying and harassment prevention. Within the amounts provided,
15 \$140,000 is for youth suicide prevention activities.

16 (o) \$138,000 of the general fund--state appropriation for fiscal
17 year 2014 is provided solely for implementation of House Bill No. 1336
18 (troubled youth in school). If the bill is not enacted by June 30,
19 2013, the amounts provided in this subsection shall lapse.

20 (p) \$68,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$14,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for implementation of House Bill
23 No. 1134 (state-tribal education compacts). If the bill is not enacted
24 by June 30, 2013, the amounts provided in this subsection shall lapse.

25 (q) \$62,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$62,000 of the general fund--state appropriation for
27 fiscal year 2015 are for competitive grants to school districts to
28 increase the capacity of high schools to offer AP computer science
29 courses. In making grant allocations, the office of the superintendent
30 of public instruction must give priority to schools and districts in
31 rural areas, with substantial enrollment of low-income students, and
32 that do not offer AP computer science. School districts may apply to
33 receive either or both of the following grants:

34 (i) A grant to establish partnerships to support computer science
35 professionals from private industry serving on a voluntary basis as
36 coinstructors along with a certificated teacher, including via
37 synchronous video, for AP computer science courses; or

1 (ii) A grant to purchase or upgrade technology and curriculum
2 needed for AP computer science, as well as provide opportunities for
3 professional development for classroom teachers to have the requisite
4 knowledge and skills to teach AP computer science.

5 (r) \$27,000 of the general fund--state appropriation for fiscal
6 year 2014 is provided solely for implementation of House Bill No. 1556
7 (cardiac arrest education).

8 (s) \$50,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for the development of recommendations for
10 funding integrated school nursing and outreach services. The office of
11 the superintendent of public instruction shall collaborate with the
12 health care authority to develop recommendations for increasing federal
13 financial participation for providing nursing services in schools with
14 the goals of integrating nursing and outreach services and supporting
15 one nurse for every four-hundred fifty students in elementary schools
16 and one nurse for every seven-hundred fifty students in secondary
17 schools. The recommendations shall include proposals for funding
18 training and reimbursement for nurses that provide outreach services to
19 help eligible students enroll in apple health for kids and other social
20 services programs. The authority and the office of the superintendent
21 of public instruction shall provide these recommendations to the
22 governor and the legislature by December 1, 2013.

23 (t) \$50,000 of the general fund--state appropriation for fiscal
24 year 2014 is provided solely for the office of the superintendent of
25 public instruction to contract with an organization to develop a model
26 plan for evaluating the outcomes of state funded pilot education
27 programs, including guidelines for standard data that must be gathered
28 throughout any education pilot program, as well as guidance for data
29 and evaluation methods depending on the design of the program and the
30 target population. The contract must also include a provision to
31 provide guidance for the evaluation of existing pilot programs.

32 (u) \$10,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$10,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for the superintendent of public
35 instruction to convene a committee for the selection and recognition of
36 Washington innovative schools. The committee shall select and
37 recognize Washington innovative schools based on the selection criteria
38 established by the office of the superintendent of public instruction,

1 in accordance with chapter 202, Laws of 2011 (innovation schools--
2 recognition) and chapter 260, Laws of 2011 (innovation schools and
3 zones).

4 (v) \$100,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$100,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the Mobius science center to
7 expand mobile outreach of science, technology, engineering, and
8 mathematics (STEM) education to students in rural, tribal, and
9 low-income communities.

10 (w) \$495,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for the office of the superintendent of
12 public instruction to develop and support math and science curriculum
13 that aligns with common core state standards and next generation
14 science standards. The office of the superintendent of public
15 instruction shall work with the department of natural resources, the
16 department of fish and wildlife, the Puget Sound partnership, and the
17 department of ecology in developing environmental science curriculum.
18 Of this amount, \$150,000 is provided solely for grants to school
19 districts to implement curriculum changes aligned with common core
20 state standards and next generation science standards.

21 (x) \$134,000 of the general fund--state appropriation for fiscal
22 year 2015 is provided solely for the office of the superintendent of
23 public instruction to perform on-going program reviews of alternative
24 learning experience programs and dropout reengagement programs.
25 Appropriations in this section are sufficient for the office of the
26 superintendent of public instruction to conduct ongoing consolidated
27 program reviews of alternative learning experience programs and dropout
28 reengagement programs established under chapter 20, Laws of 2010. The
29 office of the superintendent of public instruction shall include
30 alternative learning education and dropout reengagement programs in
31 their ongoing consolidated program reviews, as well as provide outreach
32 and training to school districts regarding implementation of the
33 programs. Findings from the program reviews will be used to support
34 and prioritize office of the superintendent outreach and education
35 efforts that assist school districts in implementing the programs in
36 accordance with statute and legislative intent, as well as to support
37 financial and performance audit work conducted by the office of the
38 state auditor.

1 (2) \$200,000 of the performance audits of government account--state
2 appropriation is provided solely for a one-time workload increase to
3 address additional audit resolutions and appeals in the alternative
4 learning experience programs.

5 (3) \$10,277,000 of the general fund--state appropriation for fiscal
6 year 2014 and (~~(\$9,565,000)~~) \$9,815,000 of the general fund--state
7 appropriation for fiscal year 2015 are for statewide programs.

8 (a) HEALTH AND SAFETY

9 (i) \$2,541,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$2,541,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for a corps of nurses located at
12 educational service districts, as determined by the superintendent of
13 public instruction, to be dispatched to the most needy schools to
14 provide direct care to students, health education, and training for
15 school staff.

16 (ii) \$135,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$135,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for a nonviolence and leadership
19 training program provided by the institute for community leadership.

20 (b) TECHNOLOGY

21 \$1,221,000 of the general fund--state appropriation for fiscal year
22 2014 and \$1,221,000 of the general fund--state appropriation for fiscal
23 year 2015 are provided solely for K-20 telecommunications network
24 technical support in the K-12 sector to prevent system failures and
25 avoid interruptions in school utilization of the data processing and
26 video-conferencing capabilities of the network. These funds may be
27 used to purchase engineering and advanced technical support for the
28 network.

29 (c) GRANTS AND ALLOCATIONS

30 (i) \$1,875,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$1,875,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for the Washington state achievers
33 scholarship program. The funds shall be used to support community
34 involvement officers that recruit, train, and match community volunteer
35 mentors with students selected as achievers scholars.

36 (ii) \$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 contracting with a college

1 scholarship organization with expertise in conducting outreach to
2 students concerning eligibility for the Washington college bound
3 scholarship consistent with chapter 405, Laws of 2007.

4 (iii) \$1,000,000 of the general fund--state appropriation for
5 fiscal year 2014 and (~~(\$1,000,000)~~) \$1,250,000 of the general fund--
6 state appropriation for fiscal year 2015 are provided solely for
7 dropout prevention, intervention, and reengagement programs, including
8 the jobs for America's graduates (JAG) program and the building bridges
9 statewide program. Students in the foster care system shall be given
10 priority by districts offering the jobs for America's graduates
11 program. The office of the superintendent of public instruction shall
12 convene staff representatives from high schools to meet and share best
13 practices for dropout prevention. \$250,000 of the amount provided in
14 fiscal year 2015 is for small grants to high schools to implement or
15 improve early warning dropout systems.

16 (iv) \$2,112,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$1,400,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for the implementation of chapter
19 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the
20 development and implementation of the Washington kindergarten inventory
21 of developing skills (WaKIDS).

22 (v) \$100,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$100,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely to subsidize advanced placement
25 exam fees and international baccalaureate class fees and exam fees for
26 low-income students. To be eligible for the subsidy, a student must be
27 either enrolled or eligible to participate in the federal free or
28 reduced price lunch program, and the student must have maximized the
29 allowable federal contribution. The office of the superintendent of
30 public instruction shall set the subsidy in an amount so that the
31 advanced placement exam fee does not exceed \$15.00 and the combined
32 class and exam fee for the international baccalaureate does not exceed
33 \$14.50.

34 (vi) \$293,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$293,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the office of the
37 superintendent of public instruction to support (~~the dissemination of~~

1 ~~the navigation 101 curriculum to all districts~~) district
2 implementation of comprehensive guidance and planning programs
3 consistent with RCW 28A.600.045.

4 **Sec. 502.** 2013 2nd sp.s. c 4 s 502 (uncodified) is amended to read
5 as follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**
7 **APPORTIONMENT**

| | | |
|----|---|-----------------------------------|
| 8 | General Fund--State Appropriation (FY 2014) | ((\$5,395,289,000)) |
| 9 | | <u>\$5,390,386,000</u> |
| 10 | General Fund--State Appropriation (FY 2015) | ((\$5,581,336,000)) |
| 11 | | <u>\$5,515,439,000</u> |
| 12 | Education Legacy Trust Account--State | |
| 13 | Appropriation | ((\$328,563,000)) |
| 14 | | <u>\$425,372,000</u> |
| 15 | TOTAL APPROPRIATION | ((\$11,305,188,000)) |
| 16 | | <u>\$11,331,197,000</u> |

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

19 (1)(a) Each general fund fiscal year appropriation includes such
20 funds as are necessary to complete the school year ending in the fiscal
21 year and for prior fiscal year adjustments.

22 (b) For the 2013-14 and 2014-15 school years, the superintendent
23 shall allocate general apportionment funding to school districts as
24 provided in the funding formulas and salary schedules in sections 502
25 and 503 of this act, excluding (c) of this subsection.

26 (c) From July 1, 2013, to August 31, 2013, the superintendent shall
27 allocate general apportionment funding to school districts programs as
28 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.
29 sess., as amended.

30 (d) The enrollment of any district shall be the annual average
31 number of full-time equivalent students and part-time students as
32 provided in RCW 28A.150.350, enrolled on the fourth day of school in
33 September and on the first school day of each month October through
34 June, including students who are in attendance pursuant to RCW
35 28A.335.160 and 28A.225.250 who do not reside within the servicing
36 school district. Any school district concluding its basic education

1 program in May must report the enrollment of the last school day held
2 in May in lieu of a June enrollment.

3 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

4 Allocations for certificated instructional staff salaries for the
5 2013-14 and 2014-15 school years are determined using formula-generated
6 staff units calculated pursuant to this subsection.

7 (a) Certificated instructional staff units, as defined in RCW
8 28A.150.410, shall be allocated to reflect the minimum class size
9 allocations, requirements, and school prototypes assumptions as
10 provided in RCW 28A.150.260, except that the allocation for guidance
11 counselors in a middle school shall be 1.216 and the allocation for
12 guidance counselors in a high school shall be 2.009, which enhancements
13 are within the program of basic education. The superintendent shall
14 make allocations to school districts based on the district's annual
15 average full-time equivalent student enrollment in each grade.

16 (b) Additional certificated instructional staff units provided in
17 this subsection (2) that exceed the minimum requirements in RCW
18 28A.150.260 are enhancements outside the program of basic education,
19 except as otherwise provided in this section.

20 (c)(i) The superintendent shall base allocations for each level of
21 prototypical school on the following regular education average class
22 size of full-time equivalent students per teacher, except as provided
23 in (c)(ii) of this subsection:

24

25 General education class size:

| 26 Grade | RCW 28A.150.260 | 2013-14 School Year | 2014-15 School Year |
|----------------|-----------------|------------------------|------------------------|
| 27 Grades K-3 | | 25.23 | 25.23 |
| 28 Grade 4 | | 27.00 | 27.00 |
| 29 Grades 5-6 | | 27.00 | 27.00 |
| 30 Grades 7-8 | | 28.53 | 28.53 |
| 31 Grades 9-12 | | 28.74 | 28.74 |

32
33 The superintendent shall base allocations for career and technical
34 education (CTE) and skill center programs average class size as
35 provided in RCW 28A.150.260.

1 (ii) For each level of prototypical school at which more than fifty
2 percent of the students were eligible for free and reduced-price meals
3 in the prior school year, the superintendent shall allocate funding
4 based on the following average class size of full-time equivalent
5 students per teacher:

6 (A) General education class size in high poverty schools:

| 7 | Grade | RCW 28A.150.260 |
|----|-------------------|-----------------|
| 8 | Grade 2 | 24.10 |
| 9 | Grade 3 | 24.10 |
| 10 | Grade 4 | 27.00 |
| 11 | Grades 5-6 | 27.00 |
| 12 | Grades 7-8 | 28.53 |
| 13 | Grades 9-12 | 28.74 |

14 (B) For grades K-1, class size of 20.85 is provided for high
15 poverty schools for the 2013-14 school year;

16 (C) For grades K through 1, the superintendent shall, at a minimum,
17 allocate funding to high-poverty schools for the 2014-15 school year
18 based on an average class size of 24.10 full-time equivalent students
19 per teacher. The superintendent shall provide enhanced funding for
20 class size reduction in grades K through 1 to the extent of, and
21 proportionate to, the school's demonstrated actual average class size
22 up to a class size of 20.30 full-time equivalent students per teacher.
23 The office of the superintendent of public instruction shall develop
24 rules to implement the enhanced funding authorized under (ii)(C) of
25 this subsection and shall distribute draft rules for review no later
26 than December 1, 2013. The office of the superintendent of public
27 instruction shall report the draft rules and proposed methodology to
28 the governor and the appropriate policy and fiscal committees of the
29 legislature by December 1, 2013.

30 (D) The enhancement in this subsection (2)(c)(ii) is within the
31 program of basic education.

32 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher
33 planning period, expressed as a percentage of a teacher work day, is:

34 (A) 13.42 percent in grades K-6 ((7))for the 2013-14 and 2014-15
35 school years; and

1 (B) 16.67 percent in grades 7-12 for the 2013-14 school year, and
2 22.24 percent in grades 7-12 for the 2014-15 school year. The
3 enhancement in this subsection (2)(c)(iii)(B) is within the program of
4 basic education and is sufficient to fund increased instructional hours
5 for grades 7-12 provided in subsection (13) of this section; and

6 (iv) Laboratory science, advanced placement, and international
7 baccalaureate courses are funded at the same class size assumptions as
8 general education schools in the same grade; and

9 (d)(i) Funding for teacher librarians, school nurses, social
10 workers, school psychologists, and guidance counselors is allocated
11 based on the school prototypes as provided in RCW 28A.150.260 and (a)
12 of this subsection and is considered certificated instructional staff,
13 except as provided in (d)(ii) of this subsection.

14 (ii) Students in approved career and technical education and skill
15 center programs generate certificated instructional staff units to
16 provide for the services of teacher librarians, school nurses, social
17 workers, school psychologists, and guidance counselors at the following
18 combined rate per 1000 students:

19 Career and Technical Education

20 students 2.02 per 1000 student FTE's
21 Skill Center students 2.36 per 1000 student FTE's

22 (3) ADMINISTRATIVE STAFF ALLOCATIONS

23 (a) Allocations for school building-level certificated
24 administrative staff salaries for the 2013-14 and 2014-15 school years
25 for general education students are determined using the formula
26 generated staff units calculated pursuant to this subsection. The
27 superintendent shall make allocations to school districts based on the
28 district's annual average full-time equivalent enrollment in each
29 grade. The following prototypical school values shall determine the
30 allocation for principals, assistance principals, and other
31 certificated building level administrators:

32
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 percent in the 2014-15 school year for career and
11 technical education students, and (~~(21.60)~~) 21.57 percent in the 2013-
12 14 school year and (~~(15.98)~~) 16.03 percent in the 2014-15 school year
13 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 SCHOOL YEAR | SCHOOL YEAR |
| 11 Technology | \$77.46 | \$82.16 |
| 12 Utilities and Insurance | \$210.46 | \$223.23 |
| 13 Curriculum and Textbooks | \$83.17 | \$88.21 |
| 14 Other Supplies and Library Materials | \$176.56 | \$187.27 |
| 15 Instructional Professional Development for Certificated 16 and Classified Staff | \$12.86 | \$13.64 |
| 17 Facilities Maintenance | \$104.27 | \$110.59 |
| 18 Security and Central Office | \$72.24 | \$76.62 |
| 19 TOTAL BASIC EDUCATION MSOC/STUDENT FTE | \$737.02 | \$781.72 |

20 (b) Students in approved skill center programs generate per student
21 FTE MSOC allocations of \$1,244.25 for the 2013-14 school year and
22 (~~(\$1,262.92)~~) \$1,264.15 for the 2014-15 school year.

23 (c) Students in approved exploratory and preparatory career and
24 technical education programs generate a per student MSOC allocation of
25 \$1,399.30 for the 2013-14 school year and (~~(\$1,420.29)~~) \$1,421.68 for
26 the 2014-15 school year.

27 (d) Students in laboratory science courses generate per student FTE
28 MSOC allocations which equal the per student FTE rate for general
29 education students established in (a) of this subsection.

30 (9) SUBSTITUTE TEACHER ALLOCATIONS

31 For the 2013-14 and 2014-15 school years, funding for substitute
32 costs for classroom teachers is based on four (4) funded substitute
33 days per classroom teacher unit generated under subsection (2) of this
34 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 FUNDING

20 Starting with the 2014-15 school year, the superintendent of public
21 instruction shall require all districts claiming general apportionment
22 funding for dropout reengagement programs authorized under RCW
23 28A.175.100 through 28A.175.115 to meet minimum weekly instructional
24 contact requirements. The superintendent shall revise its rules
25 accordingly to implement this subsection. Districts must also provide
26 separate financial accounting of expenditures for the open door
27 programs offered in district or with a provider, as well as accurate,
28 monthly headcount and FTE enrollment claimed for basic education,
29 including separate 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-
37 day kindergarten programs for 43.75 percent of kindergarten enrollment

1 in the 2013-14 school year and ~~((43.75))~~ 44.22 percent in the 2014-15
2 school year, which enhancement is within the program of basic
3 education.

4 ~~((+12))~~ (13) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN
5 THROUGH TWELVE

6 ~~((+a))~~ School districts shall implement the increased
7 instructional hours for the instructional program of basic education
8 required under the provisions of RCW 28A.150.220(2)(a) beginning with
9 the 2014-15 school year, which enhancement is within the program of
10 basic education.

11 ~~((+b))~~ Amounts provided in this section are sufficient to fund
12 increased instructional hours in grades seven through twelve. ~~((For~~
13 ~~the 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 Funding to provide for 2.2222 hours additional instructional hours per
23 week for grades seven to twelve beginning with the 2014-15 school year
24 is allocated through the percentage in subsection (2)(c)(iii)(B) of
25 this section.

26 ~~((+13))~~ (14) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND
27 REMOTE AND NECESSARY PLANTS

28 For small school districts and remote and necessary school plants
29 within any district which have been judged to be remote and necessary
30 by the superintendent of public instruction, additional staff units are
31 provided to ensure a minimum level of staffing support. Additional
32 administrative and certificated instructional staff units provided to
33 districts in this subsection shall be reduced by the general education
34 staff units, excluding career and technical education and skills center
35 enhancement units, otherwise provided in subsections (2) through (5) of
36 this section on a per district basis.

37 (a) For districts enrolling not more than twenty-five average
38 annual full-time equivalent students in grades K-8, and for small

1 school plants within any school district which have been judged to be
2 remote and necessary by the superintendent of public instruction and
3 enroll not more than twenty-five average annual full-time equivalent
4 students in grades K-8:

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

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

15 (b) For specified enrollments in districts enrolling more than
16 twenty-five but not more than one hundred average annual full-time
17 equivalent students in grades K-8, and for small school plants within
18 any school district which enroll more than twenty-five average annual
19 full-time equivalent students in grades K-8 and have been judged to be
20 remote and necessary by the superintendent of public instruction:

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

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

27 (c) For districts operating no more than two high schools with
28 enrollments of less than three hundred average annual full-time
29 equivalent students, for enrollment in grades 9-12 in each such school,
30 other than alternative schools, except as noted in this subsection:

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

36 (ii) For all other small high schools under this subsection, nine
37 certificated instructional staff units and one-half of a certificated
38 administrative staff unit for the first sixty average annual full-time

1 equivalent students, and additional staff units based on a ratio of
2 0.8732 certificated instructional staff units and 0.1268 certificated
3 administrative staff units per each additional forty-three and one-half
4 average annual full-time equivalent students;

5 (iii) Districts receiving staff units under this subsection shall
6 add students enrolled in a district alternative high school and any
7 grades nine through twelve alternative learning experience programs
8 with the small high school enrollment for calculations under this
9 subsection;

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

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

20 (f)(i) For enrollments generating certificated staff unit
21 allocations under (a) through (e) of this subsection, one classified
22 staff unit for each 2.94 certificated staff units allocated under such
23 subsections;

24 (ii) For each nonhigh school district with an enrollment of more
25 than fifty annual average full-time equivalent students and less than
26 one hundred eighty students, an additional one-half of a classified
27 staff unit; and

28 (g) School districts receiving additional staff units to support
29 small student enrollments and remote and necessary plants under this
30 subsection (12) shall generate additional MSOC allocations consistent
31 with the nonemployee related costs (NERC) allocation formula in place
32 for the 2010-11 school year as provided in section 502, chapter 37,
33 Laws of 2010 1st sp. sess. (2010 supplemental budget), adjusted
34 annually for inflation.

35 (~~(+14)~~) (15) Any school district board of directors may petition
36 the superintendent of public instruction by submission of a resolution
37 adopted in a public meeting to reduce or delay any portion of its basic
38 education allocation for any school year. The superintendent of public

1 instruction shall approve such reduction or delay if it does not impair
2 the district's financial condition. Any delay shall not be for more
3 than two school years. Any reduction or delay shall have no impact on
4 levy authority pursuant to RCW 84.52.0531 and local effort assistance
5 pursuant to chapter 28A.500 RCW.

6 ~~((+15+))~~ (16) The superintendent may distribute funding for the
7 following programs outside the basic education formula during fiscal
8 years 2014 and 2015 as follows:

9 (a) \$605,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$614,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for fire protection for school
12 districts located in a fire protection district as now or hereafter
13 established pursuant to chapter 52.04 RCW.

14 (b) \$436,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$436,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for programs providing skills
17 training for secondary students who are enrolled in extended day
18 school-to-work programs, as approved by the superintendent of public
19 instruction. The funds shall be allocated at a rate not to exceed \$500
20 per full-time equivalent student enrolled in those programs.

21 ~~((+16+))~~ (17) \$214,000 of the general fund--state appropriation for
22 fiscal year 2014 and \$217,000 of the general fund--state appropriation
23 for fiscal year 2015 are provided solely for school district
24 emergencies as certified by the superintendent of public instruction.
25 At the close of the fiscal year the superintendent of public
26 instruction shall report to the office of financial management and the
27 appropriate fiscal committees of the legislature on the allocations
28 provided to districts and the nature of the emergency.

29 ~~((+17+))~~ (18) Funding in this section is sufficient to fund a
30 maximum of 1.6 FTE enrollment for skills center students pursuant to
31 chapter 463, Laws of 2007.

32 ~~((+18+))~~ (19) Students participating in running start programs may
33 be funded up to a combined maximum enrollment of 1.2 FTE including
34 school district and institution of higher education enrollment. In
35 calculating the combined 1.2 FTE, the office of the superintendent of
36 public instruction may average the participating student's September
37 through June enrollment to account for differences in the start and end
38 dates for courses provided by the high school and higher education

1 institution. Additionally, the office of the superintendent of public
2 instruction, in consultation with the state board for community and
3 technical colleges, the student achievement council, and the education
4 data center, shall annually track and report to the fiscal committees
5 of the legislature on the combined FTE experience of students
6 participating in the running start program, including course load
7 analyses at both the high school and community and technical college
8 system.

9 ~~((+19+))~~ (20) If two or more school districts consolidate and each
10 district was receiving additional basic education formula staff units
11 pursuant to subsection (12) of this section, the following apply:

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

16 (b) For the fourth through eighth school years following
17 consolidation, the difference between the basic education formula staff
18 units received by the districts for the school year prior to
19 consolidation and the basic education formula staff units after
20 consolidation pursuant to subsection (12) of this section shall be
21 reduced in increments of twenty percent per year.

22 ~~((+20+))~~ (21)(a) Indirect cost charges by a school district to
23 approved career and technical education middle and secondary programs
24 shall not exceed 15 percent of the combined basic education and career
25 and technical education program enhancement allocations of state funds.
26 Middle and secondary career and technical education programs are
27 considered separate programs for funding and financial reporting
28 purposes under this section.

29 (b) Career and technical education program full-time equivalent
30 enrollment shall be reported on the same monthly basis as the
31 enrollment for students eligible for basic support, and payments shall
32 be adjusted for reported career and technical education program
33 enrollments on the same monthly basis as those adjustments for
34 enrollment for students eligible for basic support.

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) | ((\$365,120,000)) |
| 3 | | <u>\$365,048,000</u> |
| 4 | General Fund--State Appropriation (FY 2015) | ((\$427,408,000)) |
| 5 | | <u>\$376,082,000</u> |
| 6 | <u>Education Legacy Trust Account--State</u> | |
| 7 | <u>Appropriation</u> | <u>\$52,672,000</u> |
| 8 | TOTAL APPROPRIATION | ((\$792,528,000)) |
| 9 | | <u>\$793,802,000</u> |

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

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

15 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
16 shall allocate funding to school district programs for the
17 transportation of eligible students as provided in RCW 28A.160.192 or
18 for approved schools and eligible students as provided in RCW
19 28A.710.220(3). Students are considered eligible only if meeting the
20 definitions provided in RCW 28A.160.160. Funding in this section for
21 school year 2014-15 constitutes full implementation of RCW 28A.160.192,
22 which enhancement is within the program of basic education.

23 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
24 allocate funding to school districts programs for the transportation of
25 students as provided in section 505, chapter 50, Laws of 2011 1st sp.
26 sess., as amended.

27 (3) A maximum of \$892,000 of this fiscal year 2014 appropriation
28 and a maximum of \$892,000 of the fiscal year 2015 appropriation may be
29 expended for regional transportation coordinators and related
30 activities. The transportation coordinators shall ensure that data
31 submitted by school districts for state transportation funding shall,
32 to the greatest extent practical, reflect the actual transportation
33 activity of each district.

34 (4) The office of the superintendent of public instruction shall
35 provide reimbursement funding to a school district for school bus
36 purchases only after the superintendent of public instruction
37 determines that the school bus was purchased from the list established

1 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
2 based on the lowest price quote based on similar bus categories to
3 those used to establish the list pursuant to RCW 28A.160.195.

4 (5) The superintendent of public instruction shall base
5 depreciation payments for school district buses on the pre-sales tax
6 five-year average of lowest bids in the appropriate category of bus.
7 In the final year on the depreciation schedule, the depreciation
8 payment shall be based on the lowest bid in the appropriate bus
9 category for that school year.

10 (6) Funding levels in this section reflect waivers granted by the
11 state board of education for four-day school weeks as allowed under RCW
12 28A.305.141.

13 (7) The office of the superintendent of public instruction shall
14 annually disburse payments for bus depreciation in August.

15 **Sec. 504.** 2013 2nd sp.s. c 4 s 506 (uncodified) is amended to read
16 as follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
18 **PROGRAMS**

| | | |
|----|---|----------------------------|
| 19 | General Fund--State Appropriation (FY 2014) | \$7,111,000 |
| 20 | General Fund--State Appropriation (FY 2015) | \$7,111,000 |
| 21 | General Fund--Federal Appropriation | (\$473,326,000) |
| 22 | | <u>\$481,525,000</u> |
| 23 | TOTAL APPROPRIATION | (\$487,548,000) |
| 24 | | <u>\$495,747,000</u> |

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

27 (1) \$7,111,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$7,111,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for state matching money for
30 federal child nutrition programs, and may support the meals for kids
31 program through the following allowable uses:

32 (a) Elimination of breakfast copays for eligible public school
33 students and lunch copays for eligible public school students in grades
34 kindergarten through third grade who are eligible for reduced price
35 lunch;

36 (b) Assistance to school districts and authorized public and

1 private nonprofit organizations for supporting summer food service
2 programs, and initiating new summer food service programs in low-income
3 areas;

4 (c) Reimbursements to school districts for school breakfasts served
5 to students eligible for free and reduced price lunch, pursuant to
6 chapter 287, Laws of 2005; and

7 (d) Assistance to school districts in initiating and expanding
8 school breakfast programs.

9 The office of the superintendent of public instruction shall report
10 annually to the fiscal committees of the legislature on annual
11 expenditures in (a), (b), and (c) of this subsection.

12 **Sec. 505.** 2013 2nd sp.s. c 4 s 507 (uncodified) is amended to read
13 as follows:

14 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
15 **PROGRAMS**

| | | |
|----|---|----------------------------------|
| 16 | General Fund--State Appropriation (FY 2014) | ((\$702,149,000)) |
| 17 | | <u>\$699,288,000</u> |
| 18 | General Fund--State Appropriation (FY 2015) | ((\$738,043,000)) |
| 19 | | <u>\$726,250,000</u> |
| 20 | General Fund--Federal Appropriation | ((\$462,022,000)) |
| 21 | | <u>\$472,906,000</u> |
| 22 | Education Legacy Trust Account--State Appropriation . . | ((\$46,151,000)) |
| 23 | | <u>\$57,484,000</u> |
| 24 | TOTAL APPROPRIATION | ((\$1,948,365,000)) |
| 25 | | <u>\$1,955,928,000</u> |

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

28 (1) Funding for special education programs is provided on an excess
29 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
30 that special education students as a class receive their full share of
31 the general apportionment allocation accruing through sections 502 and
32 504 of this act. To the extent a school district cannot provide an
33 appropriate education for special education students under chapter
34 28A.155 RCW through the general apportionment allocation, it shall
35 provide services through the special education excess cost allocation
36 funded in this section.

37 (2)(a) The superintendent of public instruction shall ensure that:

1 (i) Special education students are basic education students first;
2 (ii) As a class, special education students are entitled to the
3 full basic education allocation; and
4 (iii) Special education students are basic education students for
5 the entire school day.

6 (b) The superintendent of public instruction shall continue to
7 implement the full cost method of excess cost accounting, as designed
8 by the committee and recommended by the superintendent, pursuant to
9 section 501(1)(k), chapter 372, Laws of 2006.

10 (3) Each fiscal year appropriation includes such funds as are
11 necessary to complete the school year ending in the fiscal year and for
12 prior fiscal year adjustments.

13 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent
14 shall allocate funding to school district programs for special
15 education students as provided in RCW 28A.150.390, (~~except that the~~
16 ~~calculation of the base allocation also~~) which includes allocations
17 for increased instructional hours for grades seven through twelve as
18 provided under section 502(~~(+12)(b)~~) (13) for the 2014-15 school year,
19 which enhancement is within the program of basic education.

20 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
21 allocate funding to school district programs for special education
22 students as provided in section 507, chapter 50, Laws of 2011 1st sp.
23 sess., as amended.

24 (5) The following applies throughout this section: The definitions
25 for enrollment and enrollment percent are as specified in RCW
26 28A.150.390(3). Each district's general fund--state funded special
27 education enrollment shall be the lesser of the district's actual
28 enrollment percent or 12.7 percent.

29 (6) At the request of any interdistrict cooperative of at least 15
30 districts in which all excess cost services for special education
31 students of the districts are provided by the cooperative, the maximum
32 enrollment percent shall be calculated in accordance with RCW
33 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
34 rather than individual district units. For purposes of this
35 subsection, the average basic education allocation per full-time
36 equivalent student shall be calculated in the aggregate rather than
37 individual district units.

1 (7) (~~(\$22,263,000)~~) \$17,578,000 of the general fund--state
2 appropriation for fiscal year 2014, (~~(\$34,392,000)~~) \$29,948,000 of the
3 general fund--state appropriation for fiscal year 2015, and \$29,574,000
4 of the general fund--federal appropriation are provided solely for
5 safety net awards for districts with demonstrated needs for special
6 education funding beyond the amounts provided in subsection (4) of this
7 section. If the federal safety net awards based on the federal
8 eligibility threshold exceed the federal appropriation in this
9 subsection (7) in any fiscal year, the superintendent shall expend all
10 available federal discretionary funds necessary to meet this need. At
11 the conclusion of each school year, the superintendent shall recover
12 safety net funds that were distributed prospectively but for which
13 districts were not subsequently eligible.

14 (a) For the 2013-14 and 2014-15 school years, safety net funds
15 shall be awarded by the state safety net oversight committee as
16 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

17 (b) The office of the superintendent of public instruction shall
18 make award determinations for state safety net funding in August of
19 each school year. Determinations on school district eligibility for
20 state safety net awards shall be based on analysis of actual
21 expenditure data from the current school year.

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

27 (9) The superintendent shall maintain the percentage of federal
28 flow-through to school districts at 85 percent. In addition to other
29 purposes, school districts may use increased federal funds for high-
30 cost students, for purchasing regional special education services from
31 educational service districts, and for staff development activities
32 particularly relating to inclusion issues.

33 (10) A school district may carry over from one year to the next
34 year up to 10 percent of the general fund--state funds allocated under
35 this program; however, carryover funds shall be expended in the special
36 education program.

37 (11) \$252,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$252,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for two additional full-time
2 equivalent staff to support the work of the safety net committee and to
3 provide training and support to districts applying for safety net
4 awards.

5 (12) \$50,000 of the general fund--state appropriation for fiscal
6 year 2014, \$50,000 of the general fund--state appropriation for fiscal
7 year 2015, and \$100,000 of the general fund--federal appropriation
8 shall be expended to support a special education ombudsman program
9 within the office of superintendent of public instruction.

10 **Sec. 506.** 2013 2nd sp.s. c 4 s 508 (uncodified) is amended to read
11 as follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
13 **DISTRICTS**

| | | |
|----|---|-------------------------------|
| 14 | General Fund--State Appropriation (FY 2014) | ((\$8,143,000)) |
| 15 | | <u>\$8,131,000</u> |
| 16 | General Fund--State Appropriation (FY 2015) | ((\$8,151,000)) |
| 17 | | <u>\$8,134,000</u> |
| 18 | TOTAL APPROPRIATION | ((\$16,294,000)) |
| 19 | | <u>\$16,265,000</u> |

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

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

25 (2) Funding within this section is provided for regional
26 professional development related to mathematics and science curriculum
27 and instructional strategies aligned with common core state standards
28 and next generation science standards. Funding shall be distributed
29 among the educational service districts in the same proportion as
30 distributions in the 2007-2009 biennium. Each educational service
31 district shall use this funding solely for salary and benefits for a
32 certificated instructional staff with expertise in the appropriate
33 subject matter and in professional development delivery, and for
34 travel, materials, and other expenditures related to providing regional
35 professional development support.

36 (3) The educational service districts, at the request of the state
37 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may

1 receive and screen applications for school accreditation, conduct
2 school accreditation site visits pursuant to state board of education
3 rules, and submit to the state board of education post-site visit
4 recommendations for school accreditation. The educational service
5 districts may assess a cooperative service fee to recover actual plus
6 reasonable indirect costs for the purposes of this subsection.

7 **Sec. 507.** 2013 2nd sp.s. c 4 s 509 (uncodified) is amended to read
8 as follows:

9 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
10 **ASSISTANCE**

| | | |
|----|---|--------------------------------|
| 11 | General Fund--State Appropriation (FY 2014) | ((\$311,174,000)) |
| 12 | | <u>\$311,882,000</u> |
| 13 | General Fund--State Appropriation (FY 2015) | ((\$335,533,000)) |
| 14 | | <u>\$336,216,000</u> |
| 15 | TOTAL APPROPRIATION | ((\$646,707,000)) |
| 16 | | <u>\$648,098,000</u> |

17 The appropriations in this section are subject to the following
18 conditions and limitations: For purposes of RCW 84.52.0531, the
19 increase per full-time equivalent student is 4.914 percent from the
20 2012-13 school year to the 2013-14 school year and 4.914 percent from
21 the 2013-14 school year to the 2014-15 school year.

22 **Sec. 508.** 2013 2nd sp.s. c 4 s 510 (uncodified) is amended to read
23 as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
25 **EDUCATION PROGRAMS**

| | | |
|----|---|-------------------------------|
| 26 | General Fund--State Appropriation (FY 2014) | ((\$15,291,000)) |
| 27 | | <u>\$13,744,000</u> |
| 28 | General Fund--State Appropriation (FY 2015) | ((\$15,493,000)) |
| 29 | | <u>\$13,676,000</u> |
| 30 | TOTAL APPROPRIATION | ((\$30,784,000)) |
| 31 | | <u>\$27,420,000</u> |

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

34 (1) Each general fund--state fiscal year appropriation includes
35 such funds as are necessary to complete the school year ending in the
36 fiscal year and for prior fiscal year adjustments.

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

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

10 (4) The funded staffing ratios for education programs for juveniles
11 age 18 or less in department of corrections facilities shall be the
12 same as those provided in the 1997-99 biennium.

13 (5) (~~(\$1,070,000)~~) \$776,000 of the general fund--state
14 appropriation for fiscal year 2014 and (~~(\$1,070,000)~~) \$776,000 of the
15 general fund--state appropriation for fiscal year 2015 are provided
16 solely to maintain at least one certificated instructional staff and
17 related support services at an institution whenever the K-12 enrollment
18 is not sufficient to support one full-time equivalent certificated
19 instructional staff to furnish the educational program. The following
20 types of institutions are included: Residential programs under the
21 department of social and health services for developmentally disabled
22 juveniles, programs for juveniles under the department of corrections,
23 programs for juveniles under the juvenile rehabilitation
24 administration, and programs for juveniles operated by city and county
25 jails.

26 (6) Ten percent of the funds allocated for each institution may be
27 carried over from one year to the next.

28 **Sec. 509.** 2013 2nd sp.s. c 4 s 511 (uncodified) is amended to read
29 as follows:

30 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

| | | |
|----|---|-------------------------------|
| 31 | General Fund--State Appropriation (FY 2014) | ((\$9,555,000)) |
| 32 | | <u>\$9,567,000</u> |
| 33 | General Fund--State Appropriation (FY 2015) | ((\$9,677,000)) |
| 34 | | <u>\$9,715,000</u> |
| 35 | TOTAL APPROPRIATION | ((\$19,232,000)) |
| 36 | | <u>\$19,282,000</u> |

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

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

6 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
7 shall allocate funding to school district programs for highly capable
8 students as provided in RCW 28A.150.260(10)(c). In calculating the
9 allocations, the superintendent shall assume the following: (i)
10 Additional instruction of 2.1590 hours per week per funded highly
11 capable program student; (ii) fifteen highly capable program students
12 per teacher; (iii) 36 instructional weeks per year; (iv) 900
13 instructional hours per teacher; and (v) the district's average staff
14 mix and compensation rates as provided in sections 503 and 504 of this
15 act.

16 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
17 allocate funding to school districts programs for highly capable
18 students as provided in section 511, chapter 50, Laws of 2011 1st sp.
19 sess., as amended.

20 (3) \$85,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$85,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the centrum program at Fort
23 Worden state park.

24 **Sec. 510.** 2013 2nd sp.s. c 4 s 512 (uncodified) is amended to read
25 as follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO**
27 **CHILD LEFT BEHIND ACT**

28 General Fund--Federal Appropriation ((~~\$4,052,000~~))
29 \$4,302,000

30 **Sec. 511.** 2013 2nd sp.s. c 4 s 513 (uncodified) is amended to read
31 as follows:

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

34 General Fund--State Appropriation (FY 2014) ((~~\$121,840,000~~))
35 \$114,798,000
36 General Fund--State Appropriation (FY 2015) ((~~\$104,524,000~~))

| | | |
|---|---|--------------------------------|
| 1 | | <u>\$103,131,000</u> |
| 2 | General Fund--Federal Appropriation | ((\$206,234,000)) |
| 3 | | <u>\$217,818,000</u> |
| 4 | General Fund--Private/Local Appropriation | \$4,002,000 |
| 5 | Education Legacy Trust Account--State | |
| 6 | Appropriation | ((\$1,599,000)) |
| 7 | | <u>\$1,598,000</u> |
| 8 | TOTAL APPROPRIATION | ((\$438,199,000)) |
| 9 | | <u>\$441,347,000</u> |

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

12 (1)(a) ((~~\$44,575,000~~)) \$38,031,000 of the general fund--state
13 appropriation for fiscal year 2014, ((~~\$27,134,000~~)) \$23,131,000 of the
14 general fund--state appropriation for fiscal year 2015, \$1,350,000 of
15 the education legacy trust account--state appropriation, and
16 \$15,868,000 of the general fund--federal appropriation are provided
17 solely for development and implementation of the Washington state
18 assessment system, including: (i) Development and implementation of
19 retake assessments for high school students who are not successful in
20 one or more content areas and (ii) development and implementation of
21 alternative assessments or appeals procedures to implement the
22 certificate of academic achievement. The superintendent of public
23 instruction shall report quarterly on the progress on development and
24 implementation of alternative assessments or appeals procedures.
25 Within these amounts, the superintendent of public instruction shall
26 contract for the early return of 10th grade student assessment results,
27 on or around June 10th of each year. State funding to districts shall
28 be limited to one collection of evidence payment per student, per
29 content-area assessment.

30 (b) The superintendent of public instruction shall modify the
31 statewide student assessment system and implement assessments developed
32 with a multistate consortium beginning in the 2014-15 school year to
33 assess student proficiency on the standards adopted under RCW
34 28A.655.071 and including the provisions of House Bill No. 1450.

35 (2) \$356,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$356,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the Washington state
38 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)~~) \$4,000,000 of the general fund--state
38 appropriation for fiscal year 2015 are provided solely for a beginning

1 educator support program. In fiscal year 2015, the program shall
2 prioritize first year teachers in the mentoring program. School
3 districts and/or regional consortia may apply for grant funding. The
4 superintendent shall implement this program in 5 to 15 school districts
5 and/or regional consortia. The program provided by a district and/or
6 regional consortia shall include: A paid orientation; assignment of a
7 qualified mentor; development of a professional growth plan for each
8 beginning teacher aligned with professional certification; release time
9 for mentors and new teachers to work together; and teacher observation
10 time with accomplished peers. \$250,000 may be used to provide
11 statewide professional development opportunities for mentors and
12 beginning educators. It is intended that funding will be provided in
13 the 2015-2017 fiscal biennium to offer the program to all first-year
14 teachers in the state.

15 (13) \$250,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$250,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for advanced project lead the way
18 courses at ten high schools. To be eligible for funding in 2014, a
19 high school must have offered a foundational project lead the way
20 course during the 2012-13 school year. The 2014 funding must be used
21 for one-time start-up course costs for an advanced project lead the way
22 course, to be offered to students beginning in the 2013-14 school year.
23 To be eligible for funding in 2015, a high school must have offered a
24 foundational project lead the way course during the 2013-14 school
25 year. The 2015 funding must be used for one-time start-up course costs
26 for an advanced project lead the way course, to be offered to students
27 beginning in the 2014-15 school year. The office of the superintendent
28 of public instruction and the education research and data center at the
29 office of financial management shall track student participation and
30 long-term outcome data.

31 (14) \$300,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$300,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for annual start-up grants for
34 aerospace and manufacturing technical programs housed at four skill
35 centers. The grants are provided for start-up equipment and curriculum
36 purchases. To be eligible for funding, the skill center must agree to
37 provide regional high schools with access to a technology laboratory,
38 expand manufacturing certificate and course offerings at the skill

1 center, and provide a laboratory space for local high school teachers
2 to engage in professional development in the instruction of courses
3 leading to student employment certification in the aerospace and
4 manufacturing industries. Once a skill center receives a start-up
5 grant, it is ineligible for additional start-up funding in the
6 following school year. The office of the superintendent of public
7 instruction shall administer the grants in consultation with the center
8 for excellence for aerospace and advanced materials manufacturing.

9 (15) \$150,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$150,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for annual start-up grants to six
12 high schools to implement the aerospace assembler program.
13 Participating high schools must agree to offer the aerospace assembler
14 training program to students by spring semester of school year 2013-14.
15 Once a high school receives a start-up grant, it is ineligible for
16 additional start-up funding in the following school year. The office
17 of the superintendent of public instruction and the education research
18 and data center at the office of financial management shall track
19 student participation and long-term outcome data.

20 (16) \$10,000,000 of the general fund--state appropriation for
21 fiscal year 2014 and \$5,000,000 of the general fund--state
22 appropriation for fiscal year 2015 are provided solely for the
23 provision of training for teachers in the performance-based teacher
24 principal evaluation program. Of the amounts appropriated in this
25 subsection, \$5,000,000 for fiscal year 2014 is a one-time
26 appropriation.

27 (17) \$3,600,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$6,681,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the implementation of
30 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing
31 schools). If the bill is not enacted by June 30, 2013, the amounts
32 provided in this subsection shall lapse.

33 (18) \$100,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$100,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely to promote the financial literacy
36 of students. The effort will be coordinated through the financial
37 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) \$300,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for the office of the superintendent of
28 public instruction to develop curriculum frameworks for a selected list
29 of career and technical courses for high schools or skill centers whose
30 content in science, technology, engineering, and mathematics is
31 considered equivalent to science or mathematics courses that meet high
32 school graduation requirements.

33 (23) \$400,000 of the general fund--state appropriation for fiscal
34 year 2015 is provided solely for building and construction-related
35 pre-apprenticeships in accordance with RCW 49.04.190.

36 **Sec. 512.** 2013 2nd sp.s. c 4 s 514 (uncodified) is amended to read
37 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
2 **BILINGUAL PROGRAMS**

| | | |
|----|---|--------------------------------|
| 3 | General Fund--State Appropriation (FY 2014) | ((\$95,500,000)) |
| 4 | | <u>\$98,126,000</u> |
| 5 | General Fund--State Appropriation (FY 2015) | ((\$106,120,000)) |
| 6 | | <u>\$110,992,000</u> |
| 7 | General Fund--Federal Appropriation | ((\$71,016,000)) |
| 8 | | <u>\$72,113,000</u> |
| 9 | TOTAL APPROPRIATION | ((\$272,636,000)) |
| 10 | | <u>\$281,231,000</u> |

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

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

16 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
17 shall allocate funding to school districts for transitional bilingual
18 programs under RCW 28A.180.010 through 28A.180.080, including programs
19 for exited students, as provided in RCW 28A.150.260(10)(b) and the
20 provisions of this section. In calculating the allocations, the
21 superintendent shall assume the following averages: (i) Additional
22 instruction of 4.7780 hours per week per transitional bilingual program
23 student in grades kindergarten through twelve in school years 2013-14
24 and 2014-15; (ii) additional instruction of 3.0000 hours per week in
25 school year 2013-14 for the head count number of students who have
26 exited the transitional bilingual instruction program within the
27 previous school year based on their performance on the English
28 proficiency assessment; (iii) additional instruction of 3.0000 hours
29 per week in school year 2014-15 for the head count number of students
30 who have exited the transitional bilingual instruction program within
31 the previous two years based on their performance on the English
32 proficiency assessment; (iv) fifteen transitional bilingual program
33 students per teacher; (v) 36 instructional weeks per year; (vi) 900
34 instructional hours per teacher; and (vii) the district's average staff
35 mix and compensation rates as provided in sections 503 and 504 of this
36 act.

37 (b) From July 1, 2013, to August 31, 2013, the superintendent shall

1 allocate funding to school districts for transitional bilingual
2 instruction programs as provided in section 514, chapter 50, Laws of
3 2011 1st sp. sess., as amended.

4 (3) The superintendent may withhold allocations to school districts
5 in subsection (2) of this section solely for the central provision of
6 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
7 following amounts: (~~(1.76)~~) 1.69 percent for school year 2013-14 and
8 (~~(1.59)~~) 1.52 percent for school year 2014-15.

9 (4) The general fund--federal appropriation in this section is for
10 migrant education under Title I Part C and English language
11 acquisition, and language enhancement grants under Title III of the
12 elementary and secondary education act.

13 (5) \$35,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$35,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely to track current and former
16 transitional bilingual program students.

17 **Sec. 513.** 2013 2nd sp.s. c 4 s 515 (uncodified) is amended to read
18 as follows:

19 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
20 **ASSISTANCE PROGRAM**

| | | |
|----|---|--------------------------------|
| 21 | General Fund--State Appropriation (FY 2014) | ((\$196,356,000)) |
| 22 | | <u>\$195,247,000</u> |
| 23 | General Fund--State Appropriation (FY 2015) | ((\$218,335,000)) |
| 24 | | <u>\$214,958,000</u> |
| 25 | General Fund--Federal Appropriation | ((\$448,434,000)) |
| 26 | | <u>\$448,428,000</u> |
| 27 | TOTAL APPROPRIATION | ((\$863,125,000)) |
| 28 | | <u>\$860,733,000</u> |

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

31 (1) The general fund--state appropriations in this section are
32 subject to the following conditions and limitations:

33 (a) The appropriations include such funds as are necessary to
34 complete the school year ending in the fiscal year and for prior fiscal
35 year adjustments.

36 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent
37 shall allocate funding to school districts for learning assistance

1 programs as provided in RCW 28A.150.260(10)(a), except that the
2 allocation for the additional instructional hours shall be enhanced as
3 provided in this section, which enhancements are within the program of
4 the basic education. In calculating the allocations, the
5 superintendent shall assume the following averages: (A) Additional
6 instruction of 2.3975 hours per week per funded learning assistance
7 program student for the 2013-14 school year and the 2014-15 school
8 year; (B) fifteen learning assistance program students per teacher; (C)
9 36 instructional weeks per year; (D) 900 instructional hours per
10 teacher; and (E) the district's average staff mix and compensation
11 rates as provided in sections 503 and 504 of this act.

12 (ii) From July 1, 2013, to August 31, 2013, the superintendent
13 shall allocate funding to school districts for learning assistance
14 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.
15 sess., as amended.

16 (c) A school district's funded students for the learning assistance
17 program shall be the sum of the district's full-time equivalent
18 enrollment in grades K-12 for the prior school year multiplied by the
19 district's percentage of October headcount enrollment in grades K-12
20 eligible for free or reduced price lunch in the prior school year.
21 Starting with the allocation for the 2014-15 school year, the prior
22 school year's October headcount enrollment for free and reduced price
23 lunch shall be as reported in the comprehensive education data and
24 research system.

25 (2) Allocations made pursuant to subsection (1) of this section
26 shall be adjusted to reflect ineligible applications identified through
27 the annual income verification process required by the national school
28 lunch program, as recommended in the report of the state auditor on the
29 learning assistance program dated February, 2010.

30 (3) The general fund--federal appropriation in this section is
31 provided for Title I Part A allocations of the no child left behind act
32 of 2001.

33 (4) A school district may carry over from one year to the next up
34 to 10 percent of the general fund--state funds allocated under this
35 program; however, carryover funds shall be expended for the learning
36 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

1 appropriate legislative fiscal committees in writing prior to approving
2 any allotment modifications or transfers under this section.

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 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 academic strength for the institution, particularly when such programs duplicate offerings by other in-state institutions.

1 (3) For purposes of monitoring and reporting statewide enrollment,
2 the University of Washington and Washington State University shall
3 notify the office of financial management of the number of full-time
4 student equivalent enrollments budgeted for each of their campuses.

5 **Sec. 602.** 2013 2nd sp.s. c 4 s 603 (uncodified) is amended to read
6 as follows:

7 **PUBLIC BACCALAUREATE INSTITUTIONS**

8 (1) In order to operate within the state funds appropriated in this
9 act, the governing boards of the state research universities, the state
10 regional universities, and The Evergreen State College are authorized
11 to adopt and adjust tuition and fees for the 2013-14 and 2014-15
12 academic years as provided in this section.

13 (2) For the purposes of chapter 28B.15 RCW, the omnibus
14 appropriations act assumes no increase of tuition levels for resident
15 undergraduate students over the amounts charged to resident
16 undergraduate students for the prior year.

17 (3) Appropriations in sections 606 through 611 of this act are
18 sufficient to maintain resident undergraduate tuition levels at the
19 levels charged to resident undergraduate students during the 2012-13
20 academic year. As a result, for the 2013-14 academic year, the
21 institutions of higher education shall not adopt resident undergraduate
22 tuition levels that are greater than the tuition levels assumed in
23 subsection (2) of this section. For the 2014-15 academic year, the
24 institutions of higher education are authorized to adopt tuition levels
25 for resident undergraduate students that are less than, equal to, or
26 greater than tuition levels assumed in the omnibus appropriations act
27 in subsection (2) of this section. However, ~~((to the extent))~~ every
28 year that tuition levels ~~((exceed the))~~ are maintained above tuition
29 ~~((levels))~~ increases assumed in subsection (2) of this section and
30 section 603, chapter 50, Laws of 2011, the institution of higher
31 education shall be subject to the conditions and limitations provided
32 in RCW 28B.15.102.

33 (4) Each governing board is authorized to increase tuition charges
34 to graduate and professional students, and to nonresident undergraduate
35 students, by amounts judged reasonable and necessary by the governing
36 board.

1 (5) Each governing board is authorized to increase summer quarter
2 or semester tuition fees for resident and nonresident undergraduate,
3 graduate, and professional students pursuant to RCW 28B.15.067.

4 (6) Each governing board is authorized to adopt or increase charges
5 for fee-based, self-sustaining degree programs, credit courses,
6 noncredit workshops and courses, and special contract courses by
7 amounts judged reasonable and necessary by the governing board.

8 (7) Each governing board is authorized to adopt or increase
9 services and activities fees for all categories of students as provided
10 in RCW 28B.15.069.

11 (8) Each governing board is authorized to adopt or increase
12 technology fees as provided in RCW 28B.15.069.

13 (9) Each governing board is authorized to adopt or increase special
14 course and lab fees, and health and counseling fees, to the extent
15 necessary to cover the reasonable and necessary exceptional cost of the
16 course or service.

17 (10) Each governing board is authorized to adopt or increase
18 administrative fees such as, but not limited to, those charged for
19 application, matriculation, special testing, and transcripts by amounts
20 judged reasonable and necessary by the governing board.

21 (11) The state universities, the regional universities, and The
22 Evergreen State College must accept the transfer of college-level
23 courses taken by running start students if a student seeking a transfer
24 of the college-level courses has been admitted to the state university,
25 the regional university, or The Evergreen State College, and if the
26 college-level courses are recognized as transferrable by the admitting
27 institution of higher education.

28 (12) Appropriations in sections 606 through 611 of this act are
29 sufficient to implement 2013-2015 collective bargaining agreements at
30 institutions of higher education negotiated under chapter 41.80 RCW.
31 The institutions may also use these funds for any other purpose
32 including restoring prior compensation reductions, increasing
33 compensation, and implementing other collective bargaining agreements.

34 **Sec. 603.** 2013 2nd sp.s. c 4 s 604 (uncodified) is amended to read
35 as follows:

36 **STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

1 (1) In order to operate within the state funds appropriated in this
2 act, the state board is authorized to adopt and adjust tuition and fees
3 for the 2013-14 and 2014-15 academic years as provided in this section.

4 (2) For the purposes of chapter 28B.15 RCW, appropriations in the
5 omnibus appropriations act assumes no increase in tuition levels for
6 resident undergraduate students over the amounts charged to resident
7 undergraduate students for the prior year. For the 2014-15 academic
8 year, the state board is authorized to adopt tuition levels for
9 resident undergraduate students that are less than, equal to, or
10 greater than tuition levels assumed in the omnibus appropriations act
11 in this subsection. However, to the extent that tuition levels exceed
12 the tuition levels assumed in this subsection, the state board shall
13 retain an additional one percent of operating fees above what is
14 already retained pursuant to RCW 28B.15.031 for the purposes of RCW
15 28B.15.820. (~~For the 2013-2015 fiscal biennium,~~) When expending this
16 additional retained amount, the community and technical colleges are
17 subject to the conditions and limitations in RCW 28B.15.102.

18 (3) For the 2013-14 and 2014-15 academic years, the state board may
19 increase tuition fees charged to resident undergraduates enrolled in
20 upper division applied baccalaureate programs as specified in
21 subsection (2) of this section.

22 (4) Appropriations in section 605 include the restoration of the
23 three percent reduction in compensation costs taken in the 2011-2013
24 fiscal biennium. This funding is sufficient to implement 2013-2015
25 collective bargaining agreements at institutions of higher education
26 negotiated under chapter 41.80 RCW. The colleges may also use the
27 restored funds for any other purpose including restoring prior
28 compensation reductions, increasing compensation, and implementing
29 other collective bargaining agreements.

30 (5) The state board may increase the tuition fees charged to
31 nonresident students by amounts judged reasonable and necessary by the
32 board.

33 (6) The trustees of the technical colleges are authorized to either
34 (a) increase operating fees by no more than the percentage increases
35 authorized for community colleges by the state board; or (b) fully
36 adopt the tuition fee charge schedule adopted by the state board for
37 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>\$570,062,000</u> |
| 29 | General Fund--State Appropriation (FY 2015) | ((\$568,999,000)) |
| 30 | | <u>\$558,703,000</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 | | <u>\$95,269,000</u> |
| 36 | TOTAL APPROPRIATION | ((\$1,252,182,000)) |
| 37 | | <u>\$1,241,582,000</u> |

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

4 (1) \$33,261,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$33,261,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely as special funds for training and
7 related support services, including financial aid, as specified in RCW
8 28C.04.390. Funding is provided to support at least 7,170 full-time
9 equivalent students in fiscal year 2014 and at least 7,170 full-time
10 equivalent students in fiscal year 2015.

11 (2) \$5,450,000 of the education legacy trust account--state
12 appropriation is provided solely for administration and customized
13 training contracts through the job skills program. The state board
14 shall make an annual report by January 1st of each year to the governor
15 and to the appropriate policy and fiscal committees of the legislature
16 regarding implementation of this section, listing the scope of grant
17 awards, the distribution of funds by educational sector and region of
18 the state, and the results of the partnerships supported by these
19 funds.

20 (3) \$100,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$100,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the aerospace center of
23 excellence currently hosted by Everett community college to:

24 (a) Increase statewide communications and outreach between industry
25 sectors, industry organizations, businesses, K-12 schools, colleges,
26 and universities;

27 (b) Enhance information technology to increase business and student
28 accessibility and use of the center's web site; and

29 (c) Act as the information entry point for prospective students and
30 job seekers regarding education, training, and employment in the
31 industry.

32 (4) \$181,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$181,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for the opportunity center for
35 employment and education internet technology integration project at
36 north Seattle community college.

37 (5) \$255,000 of the general fund--state appropriation for fiscal
38 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) \$410,000 of the general fund--state appropriation for fiscal
13 year 2015 is provided solely for the mathematics engineering science
14 achievement community college programs.

15 (9) Community and technical colleges are not required to send mass
16 mailings of course catalogs to residents of their districts. Community
17 and technical colleges shall consider lower cost alternatives, such as
18 mailing postcards or brochures that direct individuals to online
19 information and other ways of acquiring print catalogs.

20 ((+9)) (10) The state board for community and technical colleges
21 shall not use funds appropriated in this section to support
22 intercollegiate athletics programs.

23 **Sec. 605.** 2013 2nd sp.s. c 4 s 606 (uncodified) is amended to read
24 as follows:

25 **FOR THE UNIVERSITY OF WASHINGTON**

| | | |
|----|---|--------------------------------|
| 26 | General Fund--State Appropriation (FY 2014) | ((\$246,897,000)) |
| 27 | | <u>\$247,277,000</u> |
| 28 | General Fund--State Appropriation (FY 2015) | ((\$245,200,000)) |
| 29 | | <u>\$242,771,000</u> |
| 30 | Geoduck Aquaculture Research Account--State | |
| 31 | Appropriation | \$300,000 |
| 32 | Education Legacy Trust Account--State Appropriation | \$13,998,000 |
| 33 | Economic Development Strategic Reserve Account-- | |
| 34 | State Appropriation | \$3,000,000 |
| 35 | Biotoxin Account--State Appropriation | \$390,000 |
| 36 | Accident Account--State Appropriation | ((\$6,741,000)) |
| 37 | | <u>\$6,718,000</u> |

| | | |
|---|---|--------------------------------|
| 1 | Medical Aid Account--State Appropriation | ((\$6,546,000)) |
| 2 | | <u>\$6,535,000</u> |
| 3 | Aquatic Land Enhancement Account--State Appropriation | \$700,000 |
| 4 | State Toxics Control Account--State Appropriation | \$1,120,000 |
| 5 | TOTAL APPROPRIATION | ((\$524,892,000)) |
| 6 | | <u>\$522,809,000</u> |

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

9 (1) \$300,000 of the geoduck aquaculture research account--state
10 appropriation is provided solely for the University of Washington sea
11 grant program to commission scientific research studies that examine
12 possible negative and positive effects, including the cumulative
13 effects and the economic contribution, of evolving shellfish
14 aquaculture techniques and practices on Washington's economy and marine
15 ecosystems. The research conducted for the studies is not intended to
16 be a basis for an increase in the number of shellfish harvesting
17 permits available and should be coordinated with any research efforts
18 related to ocean acidification. The University of Washington must
19 submit an annual report detailing any findings and outline the progress
20 of the study, consistent with RCW 43.01.036, to the appropriate
21 legislative committees by December 1st of each year.

22 (2) \$52,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$52,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the center for international
25 trade in forest products in the college of forest resources.

26 (3) \$4,459,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$4,459,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the expansion of computer
29 science and engineering enrollments. The university will work with the
30 education research and data center to establish program baselines and
31 demonstrate enrollment increases. By September 1, 2014, and each
32 September 1st thereafter, the university shall provide a report that
33 provides the specific detail on how these amounts were spent in the
34 preceding fiscal year, including but not limited to the cost per
35 student, student completion rates, and the number of low-income
36 students enrolled in each program, any process changes or best-
37 practices implemented by the college, and how many students are

1 enrolled in computer science and engineering programs above the 2012-
2 2013 academic year baseline.

3 (4) \$3,000,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$3,000,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for creation of a clean energy
6 institute. The institute shall integrate physical sciences and
7 engineering with a research focus on energy storage and solar energy.

8 (5) \$3,000,000 of the economic development strategic reserve
9 account appropriation is provided solely to support the joint center
10 for aerospace innovation technology.

11 (6) Within existing resources the University of Washington may:
12 (a) Form and implement an integrated innovation institute and research,
13 planning, and outreach initiatives at the Olympic national resources
14 center; and (b) accredit a four-year undergraduate forestry program
15 from the society of American foresters. Accreditation may occur in
16 conjunction with reaccreditation of the master of forest resources
17 program.

18 (7) \$700,000 of the aquatic lands enhancement account--state
19 appropriation and \$1,120,000 of the state toxics control account--state
20 appropriation are provided solely for the center on ocean acidification
21 and related work necessary to implement the recommendations of the
22 governor's blue ribbon task force on ocean acidification. The
23 university shall provide staffing for this purpose.

24 (8) The University of Washington shall not use funds appropriated
25 in this section to support intercollegiate athletics programs.

26 **Sec. 606.** 2013 2nd sp.s. c 4 s 607 (uncodified) is amended to read
27 as follows:

28 **FOR WASHINGTON STATE UNIVERSITY**

| | | |
|----|---|--------------------------------|
| 29 | General Fund--State Appropriation (FY 2014) | ((\$156,616,000)) |
| 30 | | <u>\$156,989,000</u> |
| 31 | General Fund--State Appropriation (FY 2015) | ((\$157,701,000)) |
| 32 | | <u>\$158,389,000</u> |
| 33 | Education Legacy Trust Account--State Appropriation | \$33,995,000 |
| 34 | TOTAL APPROPRIATION | ((\$348,312,000)) |
| 35 | | <u>\$349,373,000</u> |

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

1 (1) Within existing resources, Washington State University shall
2 establish an accredited forestry program.

3 (2) \$2,856,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$2,857,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the expansion of computer
6 science and engineering enrollments. The university will work with the
7 education research and data center to establish program baselines and
8 demonstrate enrollment increases. By September 1, 2014, and each
9 September 1st thereafter, the university shall provide a report that
10 provides the specific detail on how these amounts were spent in the
11 preceding fiscal year, including but not limited to the cost per
12 student, student completion rates, and the number of low-income
13 students enrolled in each program, any process changes or best-
14 practices implemented by the college, and how many students are
15 enrolled in computer science and engineering programs above the 2012-
16 2013 academic year baseline.

17 (3) \$25,000 of the general fund--state appropriation for fiscal
18 year 2014 is provided solely for the Ruckelshaus center to collaborate
19 with local governments, the media, and representatives of the public
20 regarding public record requests made to local government. The center
21 shall facilitate meetings and discussions and report to the appropriate
22 committees of the legislature. The report shall include information
23 on:

24 (a) Recommendations related to balancing open public records with
25 concerns of local governments related to interfering with the work of
26 the local government;

27 (b) Resources necessary to accommodate requests;

28 (c) Potential harassment of government employees;

29 (d) Potential safety concerns of people named in the record;

30 (e) Potentially assisting criminal activity; and

31 (f) Other issues brought forward by the participants.

32 The center shall report to the appropriate committees of the
33 legislature by December 15, 2013.

34 (4) \$300,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$300,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the Washington State
37 University agricultural research center to conduct public outreach and
38 education related to nonlethal methods of mitigating conflicts between

1 livestock and large wild carnivores. Of the amounts provided in this
2 subsection, \$200,000 of the general fund--state appropriation for
3 fiscal year 2014 and \$200,000 of the general fund--state appropriation
4 for fiscal year 2015 are provided solely to the center to conduct a
5 detailed analysis of such methods. The amounts appropriated in this
6 subsection may not be subject to an administrative fee or charge, and
7 must be used for costs directly associated with the research and
8 analysis.

9 (5) \$2,400,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$3,600,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for expansion of medical education
12 and biomedical research in Spokane.

13 (6) Washington State University shall not use funds appropriated in
14 this section to support intercollegiate athletic programs.

15 **Sec. 607.** 2013 2nd sp.s. c 4 s 608 (uncodified) is amended to read
16 as follows:

17 **FOR EASTERN WASHINGTON UNIVERSITY**

| | |
|--|-------------------------------|
| 18 General Fund--State Appropriation (FY 2014) | ((\$31,674,000)) |
| | <u>\$31,428,000</u> |
| 20 General Fund--State Appropriation (FY 2015) | ((\$31,619,000)) |
| | <u>\$31,067,000</u> |
| 22 Education Legacy Trust Account--State | |
| 23 Appropriation | ((\$15,470,000)) |
| | <u>\$15,156,000</u> |
| 25 TOTAL APPROPRIATION | ((\$78,763,000)) |
| | <u>\$77,651,000</u> |

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

29 (1) At least \$200,000 of the general fund--state appropriation for
30 fiscal year 2014 and at least \$200,000 of the general fund--state
31 appropriation for fiscal year 2015 shall be expended on the Northwest
32 autism center.

33 (2) Eastern Washington University shall not use funds appropriated
34 in this section to support intercollegiate athletics programs.

35 **Sec. 608.** 2013 2nd sp.s. c 4 s 609 (uncodified) is amended to read
36 as follows:

1 **FOR CENTRAL WASHINGTON UNIVERSITY**

| | | |
|---|---|-------------------------------|
| 2 | General Fund--State Appropriation (FY 2014) | ((\$29,719,000)) |
| 3 | | <u>\$29,764,000</u> |
| 4 | General Fund--State Appropriation (FY 2015) | ((\$29,533,000)) |
| 5 | | <u>\$28,952,000</u> |
| 6 | Education Legacy Trust Account--State Appropriation | \$19,076,000 |
| 7 | TOTAL APPROPRIATION | ((\$78,328,000)) |
| 8 | | <u>\$77,792,000</u> |

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

11 (1) \$25,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely for the college of education to conduct a
13 study identifying the duties encompassed in a state-funded teacher's
14 typical work day. The study must include an estimate of the percent of
15 a teacher's typical day that is spent on teaching related duties and
16 the percentage of the teacher's day that is spent on duties that are
17 not directly related to teaching. The university shall submit a report
18 to the appropriate committees of the legislature by December 1, 2013.

19 (2) Amounts appropriated in this section are sufficient for the
20 university to develop a plan to create an online degree granting entity
21 that awards degrees based on an alternative credit model. The
22 university shall submit a final plan by December 1, 2013, to the higher
23 education committees of the legislature.

24 (3) Central Washington University shall not use funds appropriated
25 in this section to support intercollegiate athletics programs.

26 **Sec. 609.** 2013 2nd sp.s. c 4 s 610 (uncodified) is amended to read
27 as follows:

28 **FOR THE EVERGREEN STATE COLLEGE**

| | | |
|----|---|-------------------------------|
| 29 | General Fund--State Appropriation (FY 2014) | ((\$18,563,000)) |
| 30 | | <u>\$18,368,000</u> |
| 31 | General Fund--State Appropriation (FY 2015) | ((\$17,911,000)) |
| 32 | | <u>\$17,557,000</u> |
| 33 | Education Legacy Trust Account--State Appropriation | \$5,450,000 |
| 34 | TOTAL APPROPRIATION | ((\$41,924,000)) |
| 35 | | <u>\$41,375,000</u> |

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

1 ~~((3))~~ (1) \$100,000 of the general fund--state appropriation for
2 fiscal year 2014 and \$50,000 of the general fund--state appropriation
3 for fiscal year 2015 are provided solely for the Washington state
4 institute for public policy to conduct a comprehensive retrospective
5 outcome evaluation and return on investment analysis of the early
6 learning childhood program pursuant to Senate Bill No. 5904 (high
7 quality early learning). This evaluation is due December 15, 2014. If
8 the bill is not enacted by June 30, 2013, the amount provided in this
9 subsection shall lapse.

10 ~~((4))~~ (2) \$50,000 of the general fund--state appropriation for
11 fiscal year 2014 and \$50,000 of the general fund--state appropriation
12 for fiscal year 2015 are provided solely for the Washington state
13 institute for public policy to develop a risk assessment instrument for
14 patients committed for involuntary treatment in Washington state.

15 ~~((5))~~ (3) \$58,000 of the general fund--state appropriation for
16 fiscal year 2014 and \$27,000 of the general fund--state appropriation
17 for fiscal year 2015 are provided solely for the Washington state
18 institute for public policy to prepare an inventory of evidence-based
19 and research-based effective practices, activities, and programs for
20 use by school districts in the learning assistance program pursuant to
21 Engrossed Second Substitute Senate Bill No. 5946 (student educational
22 outcomes). The initial inventory is due by August 1, 2014, and shall
23 be updated every two years thereafter. If the bill is not enacted by
24 June 30, 2013, the amounts provided in this subsection shall lapse.

25 ~~((6))~~ (4) \$50,000 of the general fund--state appropriation for
26 fiscal year 2014 are provided solely for the Washington state institute
27 for public policy to provide expertise to the department of corrections
28 on the implementation of programming that follows the risk needs
29 responsivity model. In consultation with the department of
30 corrections, the institute will systematically review selected programs
31 for outcome measures.

32 ~~((7))~~ (5) Funding provided in this section is sufficient for The
33 Evergreen State College to continue operations of the Longhouse Center
34 and the Northwest Indian applied research institute.

35 ~~((9))~~ (6) Notwithstanding other provisions in this section, the
36 board of directors for the Washington state institute for public policy
37 may adjust due dates for projects included on the institute's 2013-2015
38 work plan as necessary to efficiently manage workload.

1 ((+10)) (7) The Evergreen State College shall not use funds
2 appropriated in this section to support intercollegiate athletics
3 programs.

4 **Sec. 610.** 2013 2nd sp.s. c 4 s 611 (uncodified) is amended to read
5 as follows:

6 **FOR WESTERN WASHINGTON UNIVERSITY**

| | |
|---|--------------------------------|
| 7 General Fund--State Appropriation (FY 2014) | ((\$44,542,000)) |
| | <u>\$44,636,000</u> |
| 9 General Fund--State Appropriation (FY 2015) | ((\$44,377,000)) |
| | <u>\$43,871,000</u> |
| 11 Education Legacy Trust Account--State | |
| 12 Appropriation | ((\$13,050,000)) |
| | <u>\$12,958,000</u> |
| 14 TOTAL APPROPRIATION | ((\$101,969,000)) |
| | <u>\$101,465,000</u> |

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

18 (1) \$1,497,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$1,498,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the expansion of computer
21 science and engineering enrollments. The university will work with the
22 education research and data center to establish program baselines and
23 demonstrate enrollment increases. By September 1, 2014, and each
24 September 1st thereafter, the university shall provide a report that
25 provides the specific detail on how these amounts were spent in the
26 preceding fiscal year, including but not limited to the cost per
27 student, student completion rates, and the number of low-income
28 students enrolled in each program, any process changes or best-
29 practices implemented by the college, and how many students are
30 enrolled in computer science and engineering programs above the 2012-
31 2013 academic year baseline.

32 (2) Western Washington University shall not use funds appropriated
33 in this section to support intercollegiate athletics programs.

34 **Sec. 611.** 2013 2nd sp.s. c 4 s 612 (uncodified) is amended to read
35 as follows:

1 **FOR THE STUDENT ACHIEVEMENT COUNCIL--POLICY COORDINATION AND**
2 **ADMINISTRATION**

| | | |
|---|---|------------------------------|
| 3 | General Fund--State Appropriation (FY 2014) | ((\$5,307,000)) |
| 4 | | <u>\$5,320,000</u> |
| 5 | General Fund--State Appropriation (FY 2015) | ((\$5,318,000)) |
| 6 | | <u>\$5,309,000</u> |
| 7 | General Fund--Federal Appropriation | ((\$4,817,000)) |
| 8 | | <u>\$4,813,000</u> |
| 9 | TOTAL APPROPRIATION | \$15,442,000 |

10 The appropriations in this section are subject to the following
11 conditions and limitations: The student achievement council is
12 authorized to increase or establish fees for initial degree
13 authorization, degree authorization renewal, degree authorization
14 reapplication, new program applications, and new site applications
15 pursuant to RCW 28B.85.060.

16 **Sec. 612.** 2013 2nd sp.s. c 4 s 613 (uncodified) is amended to read
17 as follows:

18 **FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL**
19 **ASSISTANCE**

| | | |
|----|---|--------------------------------|
| 20 | General Fund--State Appropriation (FY 2014) | ((\$245,122,000)) |
| 21 | | <u>\$245,124,000</u> |
| 22 | General Fund--State Appropriation (FY 2015) | ((\$244,674,000)) |
| 23 | | <u>\$244,670,000</u> |
| 24 | General Fund--Federal Appropriation | ((\$11,648,000)) |
| 25 | | <u>\$11,646,000</u> |
| 26 | General Fund--Private/Local Appropriation | ((\$34,000)) |
| 27 | | <u>\$334,000</u> |
| 28 | Education Legacy Trust Account--State | |
| 29 | Appropriation | ((\$36,036,000)) |
| 30 | | <u>\$47,279,000</u> |
| 31 | Washington Opportunity Pathways Account--State | |
| 32 | Appropriation | \$147,000,000 |
| 33 | TOTAL APPROPRIATION | ((\$684,514,000)) |
| 34 | | <u>\$696,053,000</u> |

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

1 (1) \$237,454,000 of the general fund--state appropriation for
2 fiscal year 2014, \$237,455,000 of the general fund--state
3 appropriation, and \$147,000,000 of the Washington opportunity pathways
4 account--state appropriation are provided solely for student financial
5 aid payments under the state need grant and state work study programs
6 including up to four percent administrative allowance for the state
7 work study program.

8 (2) Changes made to the state need grant program in the 2011-2013
9 fiscal biennium are continued in the 2013-2015 fiscal biennium
10 including aligning increases in awards given to private institutions
11 with the annual tuition increases for public research institutions or
12 the private institution's average annual tuition increase experience of
13 3.5 percent per year, whichever is less, and reducing the awards for
14 students who first enrolled as a new student in for-profit institutions
15 as of the 2011-2012 academic year or thereafter by fifty percent,
16 except that one-half of the fifty percent reduction shall be restored
17 on July 1, 2013, for students attending regionally accredited for-
18 profit institutions.

19 (3) Changes made to the state work study program in the 2009-2011
20 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal
21 biennium including maintaining the increased required employer share of
22 wages; adjusted employer match rates; discontinuation of nonresident
23 student eligibility for the program; and revising distribution methods
24 to institutions by taking into consideration other factors such as off-
25 campus job development, historical utilization trends, and student
26 need.

27 (4) Within the funds appropriated in this section, eligibility for
28 the state need grant shall include students with family incomes at or
29 below 70 percent of the state median family income (MFI), adjusted for
30 family size, and shall include students enrolled in three to five
31 credit-bearing quarter credits, or the equivalent semester credits.
32 Awards for all students shall be adjusted by the estimated amount by
33 which Pell grant increases exceed projected increases in the
34 noninstructional costs of attendance. Awards for students with incomes
35 between 51 and 70 percent of the state median shall be prorated at the
36 following percentages of the award amount granted to those with incomes
37 below 51 percent of the MFI: 70 percent for students with family
38 incomes between 51 and 55 percent MFI; 65 percent for students with

1 family incomes between 56 and 60 percent MFI; 60 percent for students
2 with family incomes between 61 and 65 percent MFI; and 50 percent for
3 students with family incomes between 66 and 70 percent MFI.

4 (5)(a) Students who are eligible for the college bound scholarship
5 shall be given priority for the state need grant program if the
6 students have applied by the institution's priority financial aid
7 deadline and have completed their financial aid file in a timely
8 manner. These eligible college bound students whose family incomes are
9 in the 0-65 median family income ranges shall be awarded the maximum
10 state need grant for which they are eligible under state policies and
11 may not be denied maximum state need grant funding due to institutional
12 policies or delayed awarding of college bound scholarship students.

13 (b) In calculating the college bound award, public institutions of
14 higher education shall be subject to the conditions and limitations in
15 RCW 28B.15.102 and shall not utilize college bound funds to offset
16 tuition costs from rate increases in excess of levels authorized in
17 section 603, chapter 50, Laws of 2011 and those assumed in section 603
18 of this act.

19 (6) (~~(\$36,036,000)~~) \$47,279,000 of the education legacy trust
20 account--state appropriation is provided solely for the college bound
21 scholarship program and may support scholarships for summer session.
22 This amount assumes that college bound scholarship recipients will
23 receive priority for state need grant awards in fiscal year 2014 and
24 fiscal year 2015. If this policy of prioritization is not fully
25 achieved, it is the intent of this legislation to provide supplemental
26 appropriations in the 2014 supplemental operating budget.

27 (7) \$2,236,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$2,236,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the passport to college
30 program. The maximum scholarship award shall be \$5,000. The board
31 shall contract with a nonprofit organization to provide support
32 services to increase student completion in their postsecondary program
33 and shall, under this contract, provide a minimum of \$500,000 in fiscal
34 years 2014 and 2015 for this purpose.

35 (8) In developing the skilled and educated workforce report
36 pursuant to RCW 28B.77.080(3), the council shall use the bureau of
37 labor statistics analysis of the education and training requirements of
38 occupations, in addition to any other method the council may choose to

1 use, to assess the number and type of higher education and training
2 credentials required to match employer demand for a skilled and
3 educated workforce.

4 **Sec. 613.** 2013 2nd sp.s. c 4 s 614 (uncodified) is amended to read
5 as follows:

6 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

| | | |
|----|--|-------------------------------|
| 7 | General Fund--State Appropriation (FY 2014) | ((\$1,582,000)) |
| 8 | | <u>\$1,556,000</u> |
| 9 | General Fund--State Appropriation (FY 2015) | ((\$1,478,000)) |
| 10 | | <u>\$1,453,000</u> |
| 11 | General Fund--Federal Appropriation | ((\$54,260,000)) |
| 12 | | <u>\$54,815,000</u> |
| 13 | <u>General Fund--Private/Local Appropriation</u> | <u>\$44,000</u> |
| 14 | TOTAL APPROPRIATION | ((\$57,320,000)) |
| 15 | | <u>\$57,868,000</u> |

16 The appropriations in this section are subject to the following
17 conditions and limitations: For the 2013-2015 fiscal biennium the
18 board shall not designate recipients of the Washington award for
19 vocational excellence or recognize them at award ceremonies as provided
20 in RCW 28C.04.535.

21 **Sec. 614.** 2013 2nd sp.s. c 4 s 615 (uncodified) is amended to read
22 as follows:

23 **FOR THE DEPARTMENT OF EARLY LEARNING**

| | | |
|----|---|--------------------------------|
| 24 | General Fund--State Appropriation (FY 2014) | ((\$34,253,000)) |
| 25 | | <u>\$35,147,000</u> |
| 26 | General Fund--State Appropriation (FY 2015) | ((\$48,689,000)) |
| 27 | | <u>\$58,661,000</u> |
| 28 | General Fund--Federal Appropriation | ((\$293,652,000)) |
| 29 | | <u>\$287,937,000</u> |
| 30 | <u>General Fund--Private/Local Appropriation</u> | <u>\$50,000</u> |
| 31 | Opportunity Pathways Account--State Appropriation | \$80,000,000 |
| 32 | Home Visiting Services Account--State Appropriation | \$2,868,000 |
| 33 | Home Visiting Services Account--Federal | |
| 34 | Appropriation | ((\$22,756,000)) |
| 35 | | <u>\$22,685,000</u> |
| 36 | Children's Trust Account--State Appropriation | \$180,000 |

1 TOTAL APPROPRIATION ((~~\$482,398,000~~))
2 \$487,528,000

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

5 (1) \$20,229,000 of the general fund--state appropriation for fiscal
6 year 2014, ((~~\$36,474,000~~)) \$40,474,000 of the general fund--state
7 appropriation for fiscal year 2015, and \$80,000,000 of the opportunity
8 pathways account appropriation are provided solely for the early
9 childhood education assistance program services. Of these amounts,
10 \$10,284,000 is a portion of the biennial amount of state maintenance of
11 effort dollars required to receive federal child care and development
12 fund grant dollars.

13 (2) \$638,000 of the general fund--state appropriation for fiscal
14 year 2014, and \$638,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for child care resource and
16 referral network services.

17 (3) \$200,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$200,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely to develop and provide culturally
20 relevant supports for parents, family, and other caregivers.

21 (4) The department is the lead agency for and recipient of the
22 federal child care and development fund grant. Amounts within this
23 grant shall be used to fund child care licensing, quality initiatives,
24 agency administration, and other costs associated with child care
25 subsidies. The department shall transfer a portion of this grant to
26 the department of social and health services to fund the child care
27 subsidies paid by the department of social and health services on
28 behalf of the department of early learning.

29 (5) \$1,434,000 of the general fund--state appropriation for fiscal
30 year 2014, \$1,434,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for expenditure into the home
32 visiting services account. This funding is intended to meet federal
33 maintenance of effort requirements and to secure private matching
34 funds.

35 (6)(a) \$153,717,000 of the general fund--federal appropriation is
36 provided solely for the working connections child care program under
37 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 (7) Within available amounts, the department in consultation with
8 the office of financial management and the department of social and
9 health services shall report quarterly enrollments and active caseload
10 for the working connections child care program to the legislative
11 fiscal committees and the legislative-executive WorkFirst oversight
12 task force. The report shall also identify the number of cases
13 participating in both temporary assistance for needy families and
14 working connections child care.

15 (8) (~~(\$1,025,000)~~) \$1,194,000 of the general fund--state
16 appropriation for fiscal year 2014, (~~(\$1,025,000)~~) \$1,467,000 of the
17 general fund--state appropriation for fiscal year 2015, and \$13,424,000
18 of the general fund--federal appropriation are provided solely for the
19 seasonal child care program. If federal sequestration cuts are
20 realized, cuts to the seasonal child care program must be proportional
21 to other federal reductions made within the department.

22 (9) (~~(\$3,572,000)~~) \$4,438,000 of the general fund--state
23 appropriation for fiscal year 2014, (~~(\$2,522,000)~~) \$4,674,000 of the
24 general fund--state appropriation for fiscal year 2015, and
25 (~~(\$4,304,000)~~) \$236,000 of the general fund--federal appropriation are
26 provided solely for the medicaid treatment child care (MTCC) program.
27 The department shall contract for MTCC services to provide therapeutic
28 child care and other specialized treatment services to abused,
29 neglected, at-risk, and/or drug-affected children. Priority for
30 services shall be given to children referred from the department of
31 social and health services children's administration. In addition to
32 referrals made by children's administration, the department shall
33 authorize services for children referred to the MTCC program, as long
34 as the children meet the eligibility requirements as outlined in the
35 Washington state plan for the MTCC program.

36 (a) Of the amounts appropriated in this subsection, \$60,000 per
37 fiscal year may be used by the department for administering the MTCC
38 program, if needed.

1 (b) Of the amounts provided in this subsection, (~~(\$1,050,000)~~)
2 \$1,916,000 of the general fund--state appropriation for fiscal year
3 2014 is provided solely to continue providing services in the event of
4 losing federal funding for the MTCC program. To the extent that the
5 moneys provided in this subsection (9)(b) are not necessary for this
6 purpose, the amounts provided shall lapse.

7 (10) \$150,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$150,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for a contract with a nonprofit
10 entity experienced in the provision of promoting early literacy for
11 children through pediatric office visits.

12 (11) \$721,000 of the general fund--state appropriation for fiscal
13 year 2014 is provided solely for the department to complete development
14 work of the electronic benefits transfer system.

15 (12) (~~(\$793,000)~~) \$1,014,000 of the general fund--state
16 appropriation for fiscal year 2014 and (~~(\$796,000)~~) \$1,519,000 of the
17 general fund--state appropriation for fiscal year 2015 are provided
18 solely for implementation of an electronic benefits transfer system.
19 To the maximum extent possible, the department shall work to integrate
20 this system with the department of social and health services payment
21 system. The amounts provided in this subsection are conditioned on the
22 department satisfying the requirements of the project management
23 oversight standards and policies established by the office of the chief
24 information officer.

25 (13) \$32,000 of the general fund--state appropriation for fiscal
26 year 2014 is provided solely for implementation of Second Substitute
27 Senate Bill No. 5595 (child care reform). If the bill is not enacted
28 by June 30, 2013, the amounts provided in this subsection shall lapse.

29 (14)(a)(i) The department of early learning is required to provide
30 to the education research and data center, housed at the office of
31 financial management, data on all state-funded early childhood
32 programs. These programs include the early support for infants and
33 toddlers, early childhood education and assistance program (ECEAP), and
34 the working connections and seasonal subsidized childcare programs
35 including license exempt facilities or family, friend, and neighbor
36 care. The data provided by the department to the education research
37 data center must include information on children who participate in

1 these programs, including their name and date of birth, and dates the
2 child received services at a particular facility.

3 (ii) The ECEAP early learning professionals must enter
4 qualifications into the department's professional development registry
5 during the 2013-14 school year. By October 2015, the department must
6 provide ECEAP early learning professional data to the education
7 research data center.

8 (iii) The department must request federally funded head start
9 programs to voluntarily provide data to the department and the
10 education research data center that is equivalent to what is being
11 provided for state-funded programs.

12 (iv) The education research and data center must provide a report
13 on early childhood program participation and K-12 outcomes to the house
14 of representatives appropriations committee and the senate ways and
15 means committee using available data by November 2013 for the school
16 year ending in 2012 and again in March 2014 for the school year ending
17 in 2013.

18 (b) The department, in consultation with the department of social
19 and health services, must withhold payment for services to early
20 childhood programs that do not report on the name, date of birth, and
21 the dates a child received services at a particular facility.

22 **Sec. 615.** 2013 2nd sp.s. c 4 s 616 (uncodified) is amended to read
23 as follows:

24 **FOR THE STATE SCHOOL FOR THE BLIND**

| | | |
|----|---|-------------------------------|
| 25 | General Fund--State Appropriation (FY 2014) | ((\$6,032,000)) |
| 26 | | <u>\$5,975,000</u> |
| 27 | General Fund--State Appropriation (FY 2015) | ((\$5,805,000)) |
| 28 | | <u>\$5,894,000</u> |
| 29 | General Fund--Private/Local Appropriation | ((\$15,000)) |
| 30 | | <u>\$9,000</u> |
| 31 | TOTAL APPROPRIATION | ((\$11,852,000)) |
| 32 | | <u>\$11,878,000</u> |

33 **Sec. 616.** 2013 2nd sp.s. c 4 s 617 (uncodified) is amended to read
34 as follows:

35 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**

1 **LOSS**

2 General Fund--State Appropriation (FY 2014) ((~~\$8,615,000~~))

3 \$8,764,000

4 General Fund--State Appropriation (FY 2015) ((~~\$8,591,000~~))

5 \$8,589,000

6 TOTAL APPROPRIATION ((~~\$17,206,000~~))

7 \$17,353,000

8 **Sec. 617.** 2013 2nd sp.s. c 4 s 618 (uncodified) is amended to read
9 as follows:

10 **FOR THE WASHINGTON STATE ARTS COMMISSION**

11 General Fund--State Appropriation (FY 2014) ((~~\$1,125,000~~))

12 \$1,093,000

13 General Fund--State Appropriation (FY 2015) ((~~\$1,101,000~~))

14 \$1,114,000

15 General Fund--Federal Appropriation ((~~\$2,074,000~~))

16 \$2,072,000

17 General Fund--Private/Local Appropriation ((~~\$12,000~~))

18 \$30,000

19 TOTAL APPROPRIATION ((~~\$4,312,000~~))

20 \$4,309,000

21 **Sec. 618.** 2013 2nd sp.s. c 4 s 619 (uncodified) is amended to read
22 as follows:

23 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

24 General Fund--State Appropriation (FY 2014) ((~~\$2,123,000~~))

25 \$2,134,000

26 General Fund--State Appropriation (FY 2015) ((~~\$2,150,000~~))

27 \$2,143,000

28 TOTAL APPROPRIATION ((~~\$4,273,000~~))

29 \$4,277,000

30 **Sec. 619.** 2013 2nd sp.s. c 4 s 620 (uncodified) is amended to read
31 as follows:

32 **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

33 General Fund--State Appropriation (FY 2014) ((~~\$1,600,000~~))

34 \$1,624,000

35 General Fund--State Appropriation (FY 2015) ((~~\$1,530,000~~))

1 \$1,598,000
 2 TOTAL APPROPRIATION ((~~\$3,130,000~~))
 3 \$3,222,000

4 NEW SECTION. **Sec. 620.** A new section is added to 2013 2nd sp.s.
 5 c 4 (uncodified) to read as follows:

6 **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**
 7 General Fund--State Appropriation (FY 2014) \$508,000
 8 General Fund--State Appropriation (FY 2015) \$498,000
 9 TOTAL APPROPRIATION \$1,006,000

10 The appropriations in this section are subject to the following
 11 conditions and limitations: \$50,000 of the general fund--state
 12 appropriation for fiscal year 2014 and \$33,000 of the general fund--
 13 state appropriation for fiscal year 2015 are provided solely for the
 14 office of the attorney general costs related to *League of Women Voters*
 15 *v. State of Washington*.

(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

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2014), General Fund--State Appropriation (FY 2015), State Building Construction Account--State Appropriation, Columbia River Basin Water Supply Development Account--State Appropriation, State Taxable Building Construction Account--State Appropriation, Debt-Limit Reimbursable Bond Retire Account--State Appropriation, Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation, and Columbia River Basin Taxable Bond Water Supply Development Account--State Appropriation. Total Appropriation is \$1,828,561,000.

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 703 (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 AS PRESCRIBED BY STATUTE**

| | | |
|----|---|----------------------------|
| 6 | General Fund--State Appropriation (FY 2014) | \$25,636,000 |
| 7 | General Fund--State Appropriation (FY 2015) | \$16,102,000 |
| 8 | Nondebt-Limit Reimbursable Bond Retirement Account--State | |
| 9 | Appropriation | (\$140,215,000) |
| 10 | | <u>\$139,952,000</u> |
| 11 | TOTAL APPROPRIATION | (\$181,953,000) |
| 12 | | <u>\$181,690,000</u> |

13 The appropriations in this section are subject to the following
 14 conditions and limitations: The general fund appropriation is for
 15 expenditure into the nondebt-limit general fund bond retirement
 16 account. The entire general fund--state appropriation for fiscal year
 17 2014 shall be expended into the nondebt-limit general fund bond
 18 retirement account by June 30, 2014.

19 **Sec. 703.** 2013 2nd sp.s. c 4 s 704 (uncodified) is amended to read
 20 as follows:

21 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
 22 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

| | | |
|----|--|--------------------------|
| 23 | General Fund--State Appropriation (FY 2014) | (\$1,726,000) |
| 24 | | <u>\$1,401,000</u> |
| 25 | General Fund--State Appropriation (FY 2015) | (\$1,726,000) |
| 26 | | <u>\$1,401,000</u> |
| 27 | State Building Construction Account--State | |
| 28 | Appropriation | (\$867,000) |
| 29 | | <u>\$2,156,000</u> |
| 30 | Columbia River Basin Water Supply Development | |
| 31 | Account--State Appropriation | (\$57,000) |
| 32 | | <u>\$66,000</u> |
| 33 | State Taxable Building Construction Account--State | |
| 34 | Appropriation | (\$45,000) |
| 35 | | <u>\$324,000</u> |
| 36 | <u>Hood Canal Aquatic Rehabilitation Bond Account--State</u> | |
| 37 | <u>Appropriation</u> | <u>\$1,000</u> |

1 Columbia River Basin Taxable Bond Water Supply

| | | |
|---|---|------------------------------|
| 2 | <u>Development Account--State Appropriation</u> | <u>\$18,000</u> |
| 3 | TOTAL APPROPRIATION | ((\$4,421,000)) |
| 4 | | <u>\$5,367,000</u> |

5 **Sec. 704.** 2013 2nd sp.s. c 4 s 706 (uncodified) is amended to read
6 as follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--DISASTER RESPONSE ACCOUNT**

| | | |
|----|---|------------------------------|
| 8 | General Fund--State Appropriation (FY 2014) | ((\$5,100,000)) |
| 9 | | <u>\$16,408,000</u> |
| 10 | General Fund--State Appropriation (FY 2015) | \$2,500,000 |
| 11 | TOTAL APPROPRIATION | ((\$7,600,000)) |
| 12 | | <u>\$18,908,000</u> |

13 The appropriations in this section are subject to the following
14 conditions and limitations: The appropriations are provided solely for
15 expenditure into the disaster response account for emergency fire
16 suppression by the department of natural resources and to complete
17 projects necessary to recover from previously declared disasters.

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:

| 30 | Health District | FY 2014 | FY 2015 | 2013-15 |
|----|-------------------------------|----------------|----------------|-----------------|
| 31 | | | | Biennium |
| 32 | Adams County Health District | \$121,213 | \$121,213 | \$242,426 |
| 33 | Asotin County Health District | \$159,890 | \$159,890 | \$319,780 |

| | | | | |
|----|---|--------------|---------------------------|---------------------------|
| 1 | Benton-Franklin Health District | \$1,614,337 | \$1,614,337 | \$3,228,674 |
| 2 | Chelan-Douglas Health District | \$399,634 | \$399,634 | \$799,268 |
| 3 | Clallam County Health and Human Services | \$291,401 | \$291,401 | \$582,802 |
| 4 | Department | | | |
| 5 | Clark County Health District | \$1,767,341 | \$1,767,341 | \$3,534,682 |
| 6 | Skamania County Health Department | \$111,327 | \$111,327 | \$222,654 |
| 7 | Columbia County Health District | \$119,991 | \$119,991 | \$239,982 |
| 8 | Cowlitz County Health Department | \$477,981 | \$477,981 | \$955,962 |
| 9 | Garfield County Health District | \$93,154 | \$93,154 | \$186,308 |
| 10 | Grant County Health District | \$297,761 | \$297,762 | \$595,523 |
| 11 | Grays Harbor Health Department | \$335,666 | \$335,666 | \$671,332 |
| 12 | Island County Health Department | \$255,224 | \$225,224 | \$510,448 |
| 13 | Jefferson County Health and Human Services | \$184,080 | \$184,080 | \$368,160 |
| 14 | Seattle-King County Department of Public Health | \$10,558,598 | (\$10,558,598) | (\$21,117,196) |
| 15 | | | <u>\$12,685,521</u> | <u>\$23,244,119</u> |
| 16 | Bremerton-Kitsap County Health District | \$997,476 | \$997,476 | \$1,994,952 |
| 17 | Kittitas County Health Department | \$198,979 | \$198,979 | \$397,958 |
| 18 | Klickitat County Health Department | \$153,784 | \$153,784 | \$307,568 |
| 19 | Lewis County Health Department | \$263,134 | \$263,134 | \$526,268 |
| 20 | Lincoln County Health Department | \$113,917 | \$113,917 | \$227,834 |
| 21 | Mason County Department of Health Services | \$227,448 | \$227,448 | \$454,896 |
| 22 | Okanogan County Health District | \$169,882 | \$169,882 | \$339,764 |
| 23 | Pacific County Health Department | \$169,075 | \$169,075 | \$338,150 |
| 24 | Tacoma-Pierce County Health Department | \$4,143,169 | \$4,143,169 | \$8,286,338 |
| 25 | San Juan County Health and Community Services | \$2,253,493 | (\$2,253,493) | (\$4,506,986) |
| 26 | | | <u>\$126,569</u> | <u>\$2,380,062</u> |
| 27 | Skagit County Health Department | \$449,745 | \$449,745 | \$899,490 |
| 28 | Snohomish Health District | \$3,433,291 | \$3,433,291 | \$6,866,582 |
| 29 | Spokane County Health District | \$2,877,318 | \$2,877,318 | \$5,574,636 |
| 30 | Northeast Tri-County Health District | \$249,303 | \$249,303 | \$498,606 |
| 31 | Thurston County Health Department | \$1,046,897 | \$1,046,897 | \$2,093,794 |
| 32 | Wahkiakum County Health Department | \$93,181 | (\$9,180) | (\$186,361) |
| 33 | | | <u>\$93,181</u> | <u>\$186,362</u> |
| 34 | Walla Walla County-City Health Department | \$302,173 | \$302,173 | \$604,346 |
| 35 | Whatcom County Health Department | \$1,214,301 | \$1,214,301 | \$2,428,602 |
| 36 | Whitman County Health Department | \$189,355 | \$189,355 | \$378,710 |
| 37 | Yakima Health District | \$1,052,482 | \$1,052,482 | \$2,104,964 |

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

TOTAL APPROPRIATIONS \$36,386,001 \$36,386,001 \$72,772,002

Sec. 706. 2013 2nd sp.s. c 4 s 714 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--LEAN MANAGEMENT STRATEGIES EFFICIENCY SAVINGS

General Fund--State Appropriation (FY 2015) (~~(\$30,000,000)~~)
(\$15,000,000)

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

(1) The legislature is committed to promoting a state government culture that makes sustained improvement a habitual behavior from front-line staff to agency leadership.

(2) The office of financial management must develop a strategic lean management action plan to drive efficiencies in state spending and to increase productivity of state employees while improving and increasing state services for taxpayers. The action plan must determine the specific agencies and programs that would benefit most from application of the action plan, and the plan must target resources accordingly.

(3) The office of financial management must integrate lean principles into all performance management efforts.

(4) The office of financial management and the office of the chief information officer must integrate lean principles into all major information technology initiatives.

(5) The office of financial management must develop and implement a lean practitioner fellowship program to train state agency staff. Agency staff participating in the fellowship will be assigned to work on statewide efforts that streamline and improve processes across agencies.

(6) Agencies must report to the office of financial management at least twice per fiscal year process improvements and efficiencies gained through tools such as the lean strategy. The office of financial management must compile and transmit these reports to the appropriate fiscal committees of the legislature at least every six months, beginning January 1, 2014.

1 (7) The office of financial management must report to the
2 legislature by December 2014 on the viability of the lean/performance
3 management program becoming a self-funding program.

4 (8) The office of financial management must reduce allotments for
5 affected state agencies by (~~(\$30,000,000)~~) \$15,000,000 from the state
6 general fund for fiscal year 2015 in this act to reflect fiscal year
7 2015 savings resulting from application of the lean management and
8 performance management strategies required by this section.

9 NEW SECTION. Sec. 707. 2013 2nd sp.s. c 4 s 720 (uncodified) is
10 repealed.

11 NEW SECTION. Sec. 708. 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--EDUCATION LEGACY TRUST ACCOUNT**
14 General Fund--State Appropriation (FY 2015) \$23,500,000

15 The appropriation in this section is subject to the following
16 conditions and limitations: The appropriation in this section is
17 provided solely for expenditure into the education legacy trust
18 account.

19 NEW SECTION. Sec. 709. A new section is added to 2013 2nd sp.s.
20 c 4 (uncodified) to read as follows:

21 **FOR SUNDRY CLAIMS**

22 The following sums, or so much thereof as may be necessary, are
23 appropriated from the general fund for fiscal year 2014, unless
24 otherwise indicated, for relief of various individuals, firms, and
25 corporations for sundry claims. These appropriations are to be
26 disbursed on vouchers approved by the director of the department of
27 enterprise services, except as otherwise provided, for reimbursement of
28 criminal defendants acquitted on the basis of self-defense, pursuant to
29 RCW 9A.16.110, as follows:

- 30 (1) Tony M. Noble, claim number 99970075 \$5,670
31 (2) Patrick Earl, claim number 99970076 \$2,799
32 (3) Stephen J. Felice, claim number 99970076 \$17,275
33 (4) Michael Felice, claim number 99970076 \$93,809
34 (5) Noe Angel Aranda Hernandez, claim number
35 99970077 \$12,500

1 NEW SECTION. **Sec. 710.** 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--STATE EMPLOYEE INSURANCE**
4 General Fund--State Appropriation (FY 2015) (\$236,000)

5 The appropriation in this section is to reduce allotments in
6 nonrevisable agencies to reflect the reduced cost of state employee
7 insurance during the 2015 fiscal year in the same fashion as in the
8 appropriations to other agencies.

(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)) |
| | <u>\$8,591,000</u> |
| General Fund Appropriation for public utility | |
| district excise tax distributions | ((\$50,894,000)) |
| | <u>\$53,685,000</u> |
| General Fund Appropriation for prosecuting | |
| attorney distributions | ((\$6,068,000)) |
| | <u>\$5,985,000</u> |
| 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)) |
| | <u>\$3,154,000</u> |
| 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)) |
| | <u>\$76,886,000</u> |
| County Criminal Justice Assistance Appropriation | ((\$78,983,000)) |
| | <u>\$78,850,000</u> |
| Municipal Criminal Justice Assistance | |
| Appropriation | ((\$30,550,000)) |
| | <u>\$30,515,000</u> |
| City-County Assistance Account Appropriation for local | |
| government financial assistance distribution | ((\$17,134,000)) |
| | <u>\$19,561,000</u> |

| | | |
|----|---|--------------------------------|
| 1 | Liquor Excise Tax Account Appropriation for liquor | |
| 2 | excise tax distribution | ((\$24,744,000)) |
| 3 | | <u>\$24,653,000</u> |
| 4 | Streamlined Sales and Use Tax Mitigation Account | |
| 5 | Appropriation for distribution to local taxing | |
| 6 | jurisdictions to mitigate the unintended revenue | |
| 7 | redistribution effect of the sourcing law | |
| 8 | changes | ((\$50,488,000)) |
| 9 | | <u>\$50,048,000</u> |
| 10 | Columbia River Water Delivery Account Appropriation for | |
| 11 | the Confederated Tribes of the Colville | |
| 12 | Reservation | ((\$7,760,000)) |
| 13 | | <u>\$7,752,000</u> |
| 14 | Columbia River Water Delivery Account Appropriation for | |
| 15 | the Spokane Tribe of Indians | ((\$5,025,000)) |
| 16 | | <u>\$5,013,000</u> |
| 17 | Liquor Revolving Account Appropriation for liquor | |
| 18 | profits distribution | \$98,876,000 |
| 19 | TOTAL APPROPRIATION | ((\$434,259,000)) |
| 20 | | <u>\$470,938,000</u> |

21 The total expenditures from the state treasury under the
22 appropriations in this section shall not exceed the funds available
23 under statutory distributions for the stated purposes.

24 **Sec. 802.** 2013 2nd sp.s. c 4 s 802 (uncodified) is amended to read
25 as follows:

26 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
27 **ACCOUNT**

| | | |
|----|--|------------------------------|
| 28 | Impaired Driver Safety Account Appropriation | ((\$2,469,000)) |
| 29 | | <u>\$2,246,000</u> |

30 The appropriation in this section is subject to the following
31 conditions and limitations: The amount appropriated in this section
32 shall be distributed quarterly during the 2013-2015 fiscal biennium in
33 accordance with RCW 82.14.310. This funding is provided to counties
34 for the costs of implementing criminal justice legislation including,
35 but not limited to: Chapter 206, Laws of 1998 (drunk driving
36 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,

1 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
2 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
3 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
4 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
5 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
6 215, Laws of 1998 (DUI provisions).

7 **Sec. 803.** 2013 2nd sp.s. c 4 s 803 (uncodified) is amended to read
8 as follows:

9 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
10 Impaired Driver Safety Account Appropriation (~~(\$1,646,000)~~)
11 \$1,497,000

12 The appropriation in this section is subject to the following
13 conditions and limitations: The amount appropriated in this section
14 shall be distributed quarterly during the 2013-2015 fiscal biennium to
15 all cities ratably based on population as last determined by the office
16 of financial management. The distributions to any city that
17 substantially decriminalizes or repeals its criminal code after July 1,
18 1990, and that does not reimburse the county for costs associated with
19 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the
20 county in which the city is located. This funding is provided to
21 cities for the costs of implementing criminal justice legislation
22 including, but not limited to: Chapter 206, Laws of 1998 (drunk
23 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter
24 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
25 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
26 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
27 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
28 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
29 215, Laws of 1998 (DUI provisions).

30 **Sec. 804.** 2013 2nd sp.s. c 4 s 804 (uncodified) is amended to read
31 as follows:

32 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**
33 General Fund Appropriation for federal flood control
34 funds distribution \$66,000
35 General Fund Appropriation for federal grazing fees
36 distribution \$1,706,000

1 Forest Reserve Fund Appropriation for federal forest
 2 reserve fund distribution ((~~\$5,636,000~~))
 3 \$24,446,000
 4 TOTAL APPROPRIATION ((~~\$7,408,000~~))
 5 \$26,218,000

6 The total expenditures from the state treasury under the
 7 appropriations in this section shall not exceed the funds available
 8 under statutory distributions for the stated purposes.

9 **Sec. 805.** 2013 2nd sp.s. c 4 s 805 (uncodified) is amended to read
 10 as follows:

11 **FOR THE STATE TREASURER--TRANSFERS**

12 State Treasurer's Service Account: For transfer to
 13 the state general fund, \$10,100,000 for fiscal
 14 year 2014 and \$10,100,000 for fiscal year 2015 \$20,200,000
 15 Drinking Water Assistance Account: For transfer to
 16 the drinking water assistance repayment account \$32,000,000
 17 General Fund: For transfer to the streamlined sales
 18 and use tax account, \$25,284,000 for fiscal
 19 year 2014 and \$25,204,000 for fiscal
 20 year 2015 ((~~\$50,488,000~~))
 21 \$50,048,000
 22 Public Works Assistance Account: For transfer to the
 23 education legacy trust account, \$138,622,000 for
 24 fiscal year 2014 and \$138,622,000 for fiscal year
 25 2015 \$277,244,000
 26 Local Toxics Control Account: For transfer to the
 27 state general fund, \$9,000,000 for fiscal year
 28 2014 and \$9,000,000 for fiscal year 2015 \$18,000,000
 29 State Taxable Building Construction Account: For
 30 transfer to the Columbia River basin taxable bond
 31 water supply development account, an amount not to
 32 exceed \$32,000,000
 33 Employment Training Finance Account: For transfer to
 34 the state general fund, \$1,000,000 for fiscal year
 35 2014 and \$1,000,000 for fiscal year 2015 \$2,000,000
 36 Tuition Recovery Trust Account: For transfer to the
 37 state general fund, \$1,250,000 for fiscal year 2014

1 and \$1,250,000 for fiscal year 2015 \$2,500,000
2 General Fund: For transfer to the child and family
3 reinvestment account, (~~(\$3,800,000)~~) \$1,575,000 for
4 fiscal year 2014 and (~~(\$2,691,000)~~) \$1,755,000
5 for fiscal year 2015 (~~(\$6,491,000)~~)
6 \$3,330,000
7 Flood Control Assistance Account: For transfer to the
8 state general fund, \$1,000,000 for fiscal year 2014
9 and \$1,000,000 for fiscal year 2015 \$2,000,000
10 Tobacco Settlement Account: For transfer to the state
11 general fund, in an amount not to exceed the actual
12 amount of the annual base payment to the tobacco
13 settlement account (~~(\$157,221,000)~~)
14 \$168,053,000
15 Tobacco Settlement Account: For transfer to the state
16 general fund from the amounts deposited in the
17 account that are attributable to the annual
18 strategic contribution payment received in
19 fiscal year 2014 \$17,000,000
20 Tobacco Settlement Account: For transfer to the state
21 general fund from the amounts deposited in the
22 account that are attributable to the annual
23 strategic contribution payment received in fiscal
24 year 2015 \$17,000,000
25 Tobacco Settlement Account: For transfer to the life
26 sciences discovery fund, in an amount not to exceed
27 the actual remaining amount of the annual strategic
28 contribution payment to the tobacco settlement account
29 for fiscal year 2014 \$9,515,000
30 Tobacco Settlement Account: For transfer to the life
31 sciences discovery fund, in an amount not to exceed
32 the actual remaining amount of the annual strategic
33 contribution payment to the tobacco settlement account
34 for fiscal year 2015 \$9,515,000
35 The transfer to the life sciences discovery fund is subject to the
36 following conditions:
37 (1) The life sciences discovery fund authority board of trustees

1 shall begin preparing to become a self-sustaining entity capable of
2 operating without direct state subsidy by the time the tobacco
3 strategic contribution supplemental payments end in fiscal year 2017.

4 (2) \$250,000 of the appropriation in fiscal year 2014 and \$250,000
5 of the appropriation in fiscal year 2015 are provided solely to promote
6 the development and delivery of global health technologies and
7 products.

8 (a) The life sciences discovery fund authority must either
9 administer a grant application, review, and reward process, or contract
10 with a qualified nonprofit organization for these services. State
11 moneys must be provided for grants to entities for the development,
12 production, promotion, and delivery of global health technologies and
13 products. Grant award criteria must include:

14 (i) The quality of the proposed research or the proposed technical
15 assistance in product development or production process design. Any
16 grant funds awarded for research activities must be awarded for
17 nonbasic research that will assist in the commercialization or
18 manufacture of global health technologies;

19 (ii) The potential for the grant recipient to improve global health
20 outcomes;

21 (iii) The potential for the grant to leverage additional funding
22 for the development of global health technologies and products;

23 (iv) The potential for the grant to stimulate, or promote technical
24 skills training for, employment in the development of global health
25 technologies in the state; and

26 (v) The willingness of the grant recipient, when appropriate, to
27 enter into royalty or licensing income agreements with the authority.

28 (b) The authority, or the contractor of the authority, must report
29 information including the types of products and research funded, the
30 funding leveraged by the grants, and the number and types of jobs
31 created as a result of the grants, to the economic development
32 committees of the legislature by December 1, 2014.

33 Aquatic Lands Enhancement Account: For transfer to the
34 geoduck aquaculture research account, \$150,000 for
35 fiscal year 2014 and \$150,000 for fiscal year 2015 \$300,000

36 Health Benefit Exchange Account: For transfer to the
37 state general fund for fiscal year 2015 \$21,514,000

38 Criminal Justice Treatment Account: For transfer to the

1 state general fund, \$437,000 for fiscal year 2014
2 and \$2,746,000 for fiscal year 2015 \$3,183,000
3 Resources Management Cost Account--Aquatics: For transfer
4 to the marine resources stewardship trust account,
5 \$1,850,000 for fiscal year 2014 and \$1,850,000 for
6 fiscal year 2015 \$3,700,000
7 Legal Services Revolving Account: For transfer to the
8 state general fund, \$976,000 for fiscal year 2014
9 and \$1,477,000 for fiscal year 2015 \$2,453,000
10 Personnel Service Account: For transfer to the state
11 general fund, \$733,000 for fiscal year 2014 and
12 \$733,000 for fiscal year 2015 \$1,466,000
13 Data Processing Revolving Account: For transfer to the
14 state general fund, \$4,069,000 for fiscal year 2014
15 and \$4,070,000 for fiscal year 2015 \$8,139,000
16 Home Security Fund Account: For transfer to the
17 transitional housing operating and rent account \$7,500,000
18 Professional Engineers' Account: For transfer to the
19 state general fund, \$956,000 for fiscal year 2014 and
20 \$957,000 for fiscal year 2015 \$1,913,000
21 Electrical License Account: For transfer to the state
22 general fund, \$1,700,000 for fiscal year 2014 and
23 \$1,700,000 for fiscal year 2015 \$3,400,000
24 Business and Professions Account: For transfer to the
25 state general fund, \$1,838,000 for fiscal year 2014
26 and \$1,800,000 for fiscal year 2015 \$3,638,000
27 Energy Freedom Account: For transfer to the state
28 general fund, \$1,000,000 for fiscal year 2014
29 and \$1,000,000 for fiscal year 2015 \$2,000,000
30 Pollution Liability Insurance Program Trust Account:
31 For transfer to the state general fund, \$2,500,000
32 for fiscal year 2014 and \$2,500,000 for fiscal year
33 2015 \$5,000,000
34 Real Estate Commission Account: For transfer to the
35 state general fund, \$1,700,000 for fiscal year 2014
36 and \$1,700,000 for fiscal year 2015 \$3,400,000
37 State Lottery Account: For transfer to the education
38 legacy trust account, \$6,050,000 for fiscal year 2014

1 and \$6,050,000 for fiscal year 2015 \$12,100,000
2 State Toxics Control Account: For transfer to the
3 radioactive mixed waste account, \$2,000,000 for fiscal
4 year 2014 \$2,000,000
5 General Fund: For transfer to the education savings
6 account, \$387.04 for fiscal year 2014 \$387.04
7 State Toxics Control Account: For transfer to the
8 education legacy trust account, \$20,941,000
9 for fiscal year 2014 and \$20,942,000 for fiscal
10 year 2015 \$41,883,000
11 Local Toxics Control Account: For transfer to the
12 education legacy trust account, \$33,682,000
13 for fiscal year 2014 and \$33,682,000 for fiscal
14 year 2015 \$67,364,000

(End of part)

1 and premiums with an actuarial value of not less than 95 percent of the
2 actuarial value of the public employees' benefits board plan with the
3 largest enrollment.

4 (c) The health care authority shall deposit any moneys received on
5 behalf of the uniform medical plan as a result of rebates on
6 prescription drugs, audits of hospitals, subrogation payments, or any
7 other moneys recovered as a result of prior uniform medical plan claims
8 payments, into the public employees' and retirees' insurance account to
9 be used for insurance benefits. Such receipts shall not be used for
10 administrative expenditures.

11 (2) The health care authority, subject to the approval of the
12 public employees' benefits board, shall provide subsidies for health
13 benefit premiums to eligible retired or disabled public employees and
14 school district employees who are eligible for medicare, pursuant to
15 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
16 shall be up to \$150 per month.

17 **Sec. 902.** 2013 2nd sp.s. c 4 s 933 (uncodified) is amended to read
18 as follows:

19 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**
20 **BENEFITS**

21 Appropriations for state agencies in this act are sufficient for
22 represented employees outside the super coalition for health benefits,
23 and are subject to the following conditions and limitations:

24 (1)(a) The monthly employer funding rate for insurance benefit
25 premiums, public employees' benefits board administration, and the
26 uniform medical plan, shall not exceed \$782 per eligible employee for
27 fiscal year 2014. For fiscal year 2015 the monthly employer funding
28 rate shall not exceed (~~(\$763)~~) \$703 per eligible employee.

29 (b) In order to achieve the level of funding provided for health
30 benefits, the public employees' benefits board shall require or make
31 any or all of the following: Employee premium copayments, increases in
32 point-of-service cost sharing, the implementation of managed
33 competition, or other changes to benefits consistent with RCW
34 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
35 surcharge to the premiums due from members who use tobacco products and
36 a surcharge of not less than \$50 per month to the premiums due from
37 members who cover a spouse or domestic partner where the spouse or

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 (2) The health care authority, subject to the approval of the
13 public employees' benefits board, shall provide subsidies for health
14 benefit premiums to eligible retired or disabled public employees and
15 school district employees who are eligible for medicare, pursuant to
16 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
17 shall be up to \$150 per month.

18 **Sec. 903.** 2013 2nd sp.s. c 4 s 937 (uncodified) is amended to read
19 as follows:

20 **COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925**
21 **CHILDCARE WORKERS**

22 (1) An agreement has been reached between the governor and the
23 service employees international union local 925 under the provisions of
24 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is
25 provided for increases to health care, scholarship funding and
26 non-standard hours bonus.

27 (2) An agreement has been reached between the governor and the
28 service employees international union local 925 under the provisions of
29 chapter 41.56 RCW for fiscal year 2015. Funding is provided to
30 increase the child care subsidy rates for licensed and exempt family
31 child care providers by four percent on July 1, 2014, and another four
32 percent on January 1, 2015. Two million dollars is also provided to
33 fund an early achievers tiered reimbursement pilot project for licensed
34 family child care providers.

35 **Sec. 904.** 2013 2nd sp.s. c 4 s 939 (uncodified) is amended to read
36 as follows:

1 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS**

2 Appropriations for state agencies in this act are sufficient for
3 nonrepresented state employee health benefits for state agencies,
4 including institutions of higher education, and are subject to the
5 following conditions and limitations:

6 (1)(a) The monthly employer funding rate for insurance benefit
7 premiums, public employees' benefits board administration, and the
8 uniform medical plan, shall not exceed \$782 per eligible employee for
9 fiscal year 2014. For fiscal year 2015 the monthly employer funding
10 rate shall not exceed (~~(\$763)~~) \$703 per eligible employee.

11 (b) In order to achieve the level of funding provided for health
12 benefits, the public employees' benefits board shall require or make
13 any or all of the following: Employee premium copayments, increases in
14 point-of-service cost sharing, the implementation of managed
15 competition, or other changes to benefits consistent with RCW
16 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
17 surcharge to the premiums due from members who use tobacco products and
18 a surcharge of not less than \$50 per month to the premiums due from
19 members who cover a spouse or domestic partner where the spouse or
20 domestic partner has chosen not to enroll in other employer-based group
21 health insurance that has benefits and premiums with an actuarial value
22 of not less than 95 percent of the actuarial value of the public
23 employees' benefits board plan with the largest enrollment.

24 (c) The health care authority shall deposit any moneys received on
25 behalf of the uniform medical plan as a result of rebates on
26 prescription drugs, audits of hospitals, subrogation payments, or any
27 other moneys recovered as a result of prior uniform medical plan claims
28 payments, into the public employees' and retirees' insurance account to
29 be used for insurance benefits. Such receipts shall not be used for
30 administrative expenditures.

31 (2) The health care authority, subject to the approval of the
32 public employees' benefits board, shall provide subsidies for health
33 benefit premiums to eligible retired or disabled public employees and
34 school district employees who are eligible for medicare, pursuant to
35 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
36 shall be up to \$150 per month.

37 (3) Technical colleges, school districts, and educational service

1 districts shall remit to the health care authority for deposit into the
2 public employees' and retirees' insurance account established in RCW
3 41.05.120 the following amounts:

4 (a) For each full-time employee, \$64.40 per month beginning
5 September 1, 2013, and \$70.39 beginning September 1, 2014; and

6 (b) For each part-time employee, who at the time of the remittance
7 is employed in an eligible position as defined in RCW 41.32.010 or
8 41.40.010 and is eligible for employer fringe benefit contributions for
9 basic benefits, \$64.40 each month beginning September 1, 2013, and
10 \$70.39 beginning September 1, 2014, prorated by the proportion of
11 employer fringe benefit contributions for a full-time employee that the
12 part-time employee receives. The remittance requirements specified in
13 this subsection (3) shall not apply to employees of a technical
14 college, school district, or educational service district who purchase
15 insurance benefits through contracts with the health care authority.

16 **Sec. 905.** 2013 2nd sp.s. c 4 s 943 (uncodified) is amended to read
17 as follows:

18 **ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL**
19 **CONTRACTS**

20 (1) Financial contracts for the acquisition of the information
21 technology projects authorized in this section must be approved jointly
22 by the office of the financial management and the office of the chief
23 information officer. Information technology projects funded under this
24 section shall meet the following requirements:

25 (a) The project reduces costs and achieves economies of scale by
26 leveraging statewide investments in systems and data and other common
27 or enterprise-wide solutions within and across state agencies;

28 (b) The project begins or continues replacement of legacy
29 information technology systems and replacing these systems with modern
30 and more efficient information technology systems;

31 (c) The project improves the ability of an agency to recover from
32 major disaster;

33 (d) The project provides future savings and efficiencies for an
34 agency through reduced operating costs, improved customer service, or
35 increased revenue collections; and

36 (e) Preference for project approval must be given to an agency that

1 has prior approval from the office of the chief information officer, an
2 approved business plan, and where the primary hurdle to project funding
3 is the lack of funding capacity.

4 (2) The following state agencies may enter into financial contracts
5 to finance expenditures for the acquisition and implementation of the
6 following information technology projects for up to the respective
7 amounts indicated, plus financing expenses and required reserves
8 pursuant to chapter 39.94 RCW:

9 (a) Subject to subsection (4) of this section, (~~(\$10,000,000)~~)
10 \$13,500,000 for the department of enterprise services time, leave, and
11 attendance pilot project;

12 (b) \$3,867,000 for the Washington state patrol for continuation of
13 the mobile office platform;

14 (~~(c) (\$8,500,000 for the department of social and health services
15 conversion to the tenth version of the world health organization's
16 international classification of diseases;~~

17 ~~(d))~~ \$5,558,000 for the department of early learning system
18 implementation of electronic benefit transfers;

19 ~~((e))~~ (d) \$4,323,000 for the department of corrections for radio
20 infrastructure upgrades.

21 (3) The office of financial management with assistance from the
22 office of the chief information officer will report to the governor and
23 fiscal committees of the legislature by November 1st of each year on
24 the status of distributions and expenditures on information technology
25 projects and improved statewide or agency performance results achieved
26 by project funding.

27 (4) If the Washington state department of transportation enters
28 into financial contracts pursuant to chapter 39.94 RCW for the
29 acquisition and implementation of a time, leave, and labor distribution
30 system, the authorization provided to the department of enterprise
31 services in subsection (2)(a) of this section expires.

32 **Sec. 906.** RCW 49.70.170 and 2010 c 8 s 12068 are each amended to
33 read as follows:

34 (1) The worker and community right to know fund is hereby
35 established in the custody of the state treasurer. The department
36 shall deposit all moneys received under this chapter in the fund.
37 Moneys in the fund may be spent only for the purposes of this chapter

1 following legislative appropriation. Disbursements from the fund shall
2 be on authorization of the director or the director's designee. During
3 the ~~((2003-2005))~~ 2013-2015 fiscal biennium, moneys in the fund may
4 also be used by the military department for ~~((the purpose of assisting
5 the state emergency response commission and coordinating local
6 emergency planning activities))~~ disaster preparedness, readiness,
7 response, and recovery purposes. The fund is subject to the allotment
8 procedure provided under chapter 43.88 RCW.

9 (2) The department shall assess each employer who reported ten
10 thousand four hundred or more worker hours in the prior calendar year
11 an annual fee to provide for the implementation of this chapter. The
12 department shall promulgate rules establishing a fee schedule for all
13 employers who reported ten thousand four hundred or more worker hours
14 in the prior calendar year and are engaged in business operations
15 having a standard industrial classification, as designated in the
16 standard industrial classification manual prepared by the federal
17 office of management and budget, within major group numbers 01 through
18 08 (agriculture and forestry industries), numbers 10 through 14 (mining
19 industries), numbers 15 through 17 (construction industries), numbers
20 20 through 39 (manufacturing industries), numbers 41, 42, and 44
21 through 49 (transportation, communications, electric, gas, and sanitary
22 services), number 75 (automotive repair, services, and garages), number
23 76 (miscellaneous repair services), number 80 (health services), and
24 number 82 (educational services). The department shall establish the
25 annual fee for each employer who reported ten thousand four hundred or
26 more worker hours in the prior calendar year in industries identified
27 by this section, provided that fees assessed shall not be more than two
28 dollars and fifty cents per full time equivalent employee. The annual
29 fee shall not exceed fifty thousand dollars. The fees shall be
30 collected solely from employers whose industries have been identified
31 by rule under this chapter. The department shall promulgate rules
32 allowing employers who do not have hazardous substances at their
33 workplace to request an exemption from the assessment and shall
34 establish penalties for fraudulent exemption requests. All fees
35 collected by the department pursuant to this section shall be collected
36 in a cost-efficient manner and shall be deposited in the fund.

37 (3) Records required by this chapter shall at all times be open to
38 the inspection of the director, or his or her designee including, the

1 traveling auditors, agents, or assistants of the department provided
2 for in RCW 51.16.070 and 51.48.040. The information obtained from
3 employer records under the provisions of this section shall be subject
4 to the same confidentiality requirements as set forth in RCW 51.16.070.

5 (4) An employer may appeal the assessment of the fee or penalties
6 pursuant to the procedures set forth in Title 51 RCW and accompanying
7 rules except that the employer shall not have the right of appeal to
8 superior court as provided in Title 51 RCW. The employer from whom the
9 fee or penalty is demanded or enforced, may however, within thirty days
10 of the board of industrial insurance appeal's final order, pay the fee
11 or penalty under written protest setting forth all the grounds upon
12 which such fee or penalty is claimed to be unlawful, excessive, or
13 otherwise improper and thereafter bring an action in superior court
14 against the department to recover such fee or penalty or any portion of
15 the fee or penalty which was paid under protest.

16 (5) Repayment shall be made to the general fund of any moneys
17 appropriated by law in order to implement this chapter.

18 **Sec. 907.** RCW 70.105D.070 and 2013 2nd sp.s. c 19 s 7033 and 2013
19 2nd sp.s. c 4 s 992 are each reenacted and amended to read as follows:

20 (1) The state toxics control account and the local toxics control
21 account are hereby created in the state treasury.

22 (2)(a) Moneys collected under RCW 82.21.030 must be deposited as
23 follows: Fifty-six percent to the state toxics control account under
24 subsection (3) of this section and forty-four percent to the local
25 toxics control account under subsection (4) of this section. When the
26 cumulative amount of deposits made to the state and local toxics
27 control accounts under this section reaches the limit during a fiscal
28 year as established in (b) of this subsection, the remainder of the
29 moneys collected under RCW 82.21.030 during that fiscal year must be
30 deposited into the environmental legacy stewardship account created in
31 RCW 70.105D.170.

32 (b) The limit on distributions of moneys collected under RCW
33 82.21.030 to the state and local toxics control accounts for the fiscal
34 year beginning July 1, 2013, is one hundred forty million dollars.

35 (c) In addition to the funds required under (a) of this subsection,
36 the following moneys must be deposited into the state toxics control
37 account: (i) The costs of remedial actions recovered under this

1 chapter or chapter 70.105A RCW; (ii) penalties collected or recovered
2 under this chapter; and (iii) any other money appropriated or
3 transferred to the account by the legislature.

4 (3) Moneys in the state toxics control account must be used only to
5 carry out the purposes of this chapter, including but not limited to
6 the following activities:

7 (a) The state's responsibility for hazardous waste planning,
8 management, regulation, enforcement, technical assistance, and public
9 education required under chapter 70.105 RCW;

10 (b) The state's responsibility for solid waste planning,
11 management, regulation, enforcement, technical assistance, and public
12 education required under chapter 70.95 RCW;

13 (c) The hazardous waste clean-up program required under this
14 chapter;

15 (d) State matching funds required under federal cleanup law;

16 (e) Financial assistance for local programs in accordance with
17 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

18 (f) State government programs for the safe reduction, recycling, or
19 disposal of paint and hazardous wastes from households, small
20 businesses, and agriculture;

21 (g) Oil and hazardous materials spill prevention, preparedness,
22 training, and response activities;

23 (h) Water and environmental health protection and monitoring
24 programs;

25 (i) Programs authorized under chapter 70.146 RCW;

26 (j) A public participation program;

27 (k) Public funding to assist potentially liable persons to pay for
28 the costs of remedial action in compliance with clean-up standards
29 under RCW 70.105D.030(2)(e) but only when the amount and terms of such
30 funding are established under a settlement agreement under RCW
31 70.105D.040(4) and when the director has found that the funding will
32 achieve both: (i) A substantially more expeditious or enhanced cleanup
33 than would otherwise occur; and (ii) the prevention or mitigation of
34 unfair economic hardship;

35 (l) Development and demonstration of alternative management
36 technologies designed to carry out the hazardous waste management
37 priorities of RCW 70.105.150;

1 (m) State agriculture and health programs for the safe use,
2 reduction, recycling, or disposal of pesticides;

3 (n) Storm water pollution control projects and activities that
4 protect or preserve existing remedial actions or prevent hazardous
5 clean-up sites;

6 (o) Funding requirements to maintain receipt of federal funds under
7 the federal solid waste disposal act (42 U.S.C. Sec. 6901 et seq.);

8 (p) Air quality programs and actions for reducing public exposure
9 to toxic air pollution;

10 (q) Public funding to assist prospective purchasers to pay for the
11 costs of remedial action in compliance with clean-up standards under
12 RCW 70.105D.030(2)(e) if:

13 (i) The facility is located within a redevelopment opportunity zone
14 designated under RCW 70.105D.150;

15 (ii) The amount and terms of the funding are established under a
16 settlement agreement under RCW 70.105D.040(5); and

17 (iii) The director has found the funding meets any additional
18 criteria established in rule by the department, will achieve a
19 substantially more expeditious or enhanced cleanup than would otherwise
20 occur, and will provide a public benefit in addition to cleanup
21 commensurate with the scope of the public funding;

22 (r) Petroleum-based plastic or expanded polystyrene foam debris
23 cleanup activities in fresh or marine waters;

24 (s) Appropriations to the local toxics control account or the
25 environmental legacy stewardship account created in RCW 70.105D.170, if
26 the legislature determines that priorities for spending exceed
27 available funds in those accounts;

28 (t) During the 2013-2015 fiscal biennium, the department of
29 ecology's water quality, shorelands, environmental assessment,
30 administration, and air quality programs;

31 (u) During the 2013-2015 fiscal biennium, actions at the state
32 conservation commission to improve water quality for shellfish; (~~and~~)

33 (v) During the 2013-2015 fiscal biennium, actions at the University
34 of Washington for reducing ocean acidification;

35 (w) For the 2013-2015 fiscal biennium, moneys in the state toxics
36 control account may be spent on projects in section 3159, chapter 19,
37 Laws of 2013 2nd sp. sess. and for transfer to the local toxics control
38 account; (~~and~~)

1 (x) For the 2013-2015 fiscal biennium, moneys in the state toxics
2 control account may be transferred to the radioactive mixed waste
3 account; and

4 (y) During the 2013-2015 fiscal biennium, the legislature may
5 transfer from the state toxics control account to the education legacy
6 trust account, such amounts as reflect the excess fund balance in the
7 account.

8 (4)(a) The department shall use moneys deposited in the local
9 toxics control account for grants or loans to local governments for the
10 following purposes in descending order of priority:

11 (i) Extended grant agreements entered into under (c)[(e)](i) of
12 this subsection;

13 (ii) Remedial actions, including planning for adaptive reuse of
14 properties as provided for under (c)[(e)](iv) of this subsection. The
15 department must prioritize funding of remedial actions at:

16 (A) Facilities on the department's hazardous sites list with a high
17 hazard ranking for which there is an approved remedial action work plan
18 or an equivalent document under federal cleanup law;

19 (B) Brownfield properties within a redevelopment opportunity zone
20 if the local government is a prospective purchaser of the property and
21 there is a department-approved remedial action work plan or equivalent
22 document under the federal cleanup law;

23 (iii) Storm water pollution source projects that: (A) Work in
24 conjunction with a remedial action; (B) protect completed remedial
25 actions against recontamination; or (C) prevent hazardous clean-up
26 sites;

27 (iv) Hazardous waste plans and programs under chapter 70.105 RCW;

28 (v) Solid waste plans and programs under chapters 70.95, 70.95C,
29 70.95I, and 70.105 RCW;

30 (vi) Petroleum-based plastic or expanded polystyrene foam debris
31 cleanup activities in fresh or marine waters; and

32 (vii) Appropriations to the state toxics control account or the
33 environmental legacy stewardship account created in RCW 70.105D.170, if
34 the legislature determines that priorities for spending exceed
35 available funds in those accounts.

36 (b) Funds for plans and programs must be allocated consistent with
37 the priorities and matching requirements established in chapters
38 70.105, 70.95C, 70.95I, and 70.95 RCW.

1 (c) During the 2013-2015 fiscal biennium, the local toxics control
2 account may also be used for local government storm water planning and
3 implementation activities.

4 (d) During the 2013-2015 fiscal biennium, the legislature may
5 transfer from the local toxics control account to the state general
6 fund and the education legacy trust account, such amounts as reflect
7 the excess fund balance in the account.

8 (e) To expedite cleanups throughout the state, the department may
9 use the following strategies when providing grants to local governments
10 under this subsection:

11 (i) Enter into an extended grant agreement with a local government
12 conducting remedial actions at a facility where those actions extend
13 over multiple biennia and the total eligible cost of those actions
14 exceeds twenty million dollars. The agreement is subject to the
15 following limitations:

16 (A) The initial duration of such an agreement may not exceed ten
17 years. The department may extend the duration of such an agreement
18 upon finding substantial progress has been made on remedial actions at
19 the facility;

20 (B) Extended grant agreements may not exceed fifty percent of the
21 total eligible remedial action costs at the facility; and

22 (C) The department may not allocate future funding to an extended
23 grant agreement unless the local government has demonstrated to the
24 department that funds awarded under the agreement during the previous
25 biennium have been substantially expended or contracts have been
26 entered into to substantially expend the funds;

27 (ii) Enter into a grant agreement with a local government
28 conducting a remedial action that provides for periodic reimbursement
29 of remedial action costs as they are incurred as established in the
30 agreement;

31 (iii) Enter into a grant agreement with a local government prior to
32 it acquiring a property or obtaining necessary access to conduct
33 remedial actions, provided the agreement is conditioned upon the local
34 government acquiring the property or obtaining the access in accordance
35 with a schedule specified in the agreement;

36 (iv) Provide integrated planning grants to local governments to
37 fund studies necessary to facilitate remedial actions at brownfield
38 properties and adaptive reuse of properties following remediation.

1 Eligible activities include, but are not limited to: Environmental
2 site assessments; remedial investigations; health assessments;
3 feasibility studies; site planning; community involvement; land use and
4 regulatory analyses; building and infrastructure assessments; economic
5 and fiscal analyses; and any environmental analyses under chapter
6 43.21C RCW;

7 (v) Provide grants to local governments for remedial actions
8 related to areawide groundwater contamination. To receive the funding,
9 the local government does not need to be a potentially liable person or
10 be required to seek reimbursement of grant funds from a potentially
11 liable person;

12 (vi) The director may alter grant matching requirements to create
13 incentives for local governments to expedite cleanups when one of the
14 following conditions exists:

15 (A) Funding would prevent or mitigate unfair economic hardship
16 imposed by the clean-up liability;

17 (B) Funding would create new substantial economic development,
18 public recreational opportunities, or habitat restoration opportunities
19 that would not otherwise occur; or

20 (C) Funding would create an opportunity for acquisition and
21 redevelopment of brownfield property under RCW 70.105D.040(5) that
22 would not otherwise occur;

23 (vii) When pending grant applications under (c)[(e)](iv) and (v) of
24 this subsection (4) exceed the amount of funds available, designated
25 redevelopment opportunity zones must receive priority for distribution
26 of available funds.

27 (d) [(f)] To expedite multiparty clean-up efforts, the department
28 may purchase remedial action cost-cap insurance. For the 2013-2015
29 fiscal biennium, moneys in the local toxics control account may be
30 spent on projects in sections 3024, 3035, 3036, and 3059, chapter 19,
31 Laws of 2013 2nd sp. sess.

32 (5) Except for unanticipated receipts under RCW 43.79.260 through
33 43.79.282, moneys in the state and local toxics control accounts may be
34 spent only after appropriation by statute.

35 (6) No moneys deposited into either the state or local toxics
36 control account may be used for: Natural disasters where there is no
37 hazardous substance contamination; high performance buildings; solid
38 waste incinerator facility feasibility studies, construction,

1 maintenance, or operation; or after January 1, 2010, for projects
2 designed to address the restoration of Puget Sound, funded in a
3 competitive grant process, that are in conflict with the action agenda
4 developed by the Puget Sound partnership under RCW 90.71.310. However,
5 this subsection does not prevent an appropriation from the state toxics
6 control account to the department of revenue to enforce compliance with
7 the hazardous substance tax imposed in chapter 82.21 RCW.

8 (7) Except during the 2011-2013 fiscal biennium, one percent of the
9 moneys collected under RCW 82.21.030 shall be allocated only for public
10 participation grants to persons who may be adversely affected by a
11 release or threatened release of a hazardous substance and to not-for-
12 profit public interest organizations. The primary purpose of these
13 grants is to facilitate the participation by persons and organizations
14 in the investigation and remedying of releases or threatened releases
15 of hazardous substances and to implement the state's solid and
16 hazardous waste management priorities. No grant may exceed sixty
17 thousand dollars. Grants may be renewed annually. Moneys appropriated
18 for public participation that are not expended at the close of any
19 biennium revert to the state toxics control account.

20 (8) The department shall adopt rules for grant or loan issuance and
21 performance. To accelerate both remedial action and economic recovery,
22 the department may expedite the adoption of rules necessary to
23 implement chapter 1, Laws of 2013 2nd sp. sess. using the expedited
24 procedures in RCW 34.05.353. The department shall initiate the award
25 of financial assistance by August 1, 2013. To ensure the adoption of
26 rules will not delay financial assistance, the department may
27 administer the award of financial assistance through interpretive
28 guidance pending the adoption of rules through July 1, 2014.

29 (9) Except as provided under subsection (3)(k) and (q) of this
30 section, nothing in chapter 1, Laws of 2013 2nd sp. sess. effects
31 [affects] the ability of a potentially liable person to receive public
32 funding.

33 (10) During the 2013-2015 fiscal biennium the local toxics control
34 account may also be used for the centennial clean water program and for
35 storm water grants.

36 **Sec. 908.** RCW 77.36.170 and 2013 c 329 s 2 are each amended to
37 read as follows:

1 (1) The department may pay no more than fifty thousand dollars per
2 fiscal year from the state wildlife account created in RCW 77.12.170
3 for claims and assessment costs for injury or loss of livestock caused
4 by wolves submitted under RCW 77.36.100.

5 (2) Notwithstanding other provisions of this chapter, the
6 department may also accept and expend money from other sources to
7 address injury or loss of livestock or other property caused by wolves
8 consistent with the requirements on that source of funding.

9 (3) If any wildlife account expenditures authorized under
10 subsections (1) and (4) of this section are unspent as of June 30th of
11 a fiscal year, the state treasurer shall transfer the unspent amount to
12 the wolf-livestock conflict account created in RCW 77.36.180.

13 (4) During the 2014 fiscal year, the department may pay no more
14 than two hundred and fifty thousand dollars from the state wildlife
15 account created in RCW 77.12.170 for claims and assessment costs for
16 injury or loss of livestock caused by wolves submitted under RCW
17 77.36.100.

18 **Sec. 909.** RCW 82.08.160 and 2013 2nd sp.s. c 4 s 1003 are each
19 amended to read as follows:

20 (1) On or before the twenty-fifth day of each month, all taxes
21 collected under RCW 82.08.150 during the preceding month must be
22 remitted to the state department of revenue, to be deposited with the
23 state treasurer. Except as provided in subsections (2), (3), and (4)
24 of this section, upon receipt of such moneys the state treasurer must
25 credit sixty-five percent of the sums collected and remitted under RCW
26 82.08.150 (1) and (2) and one hundred percent of the sums collected and
27 remitted under RCW 82.08.150 (3) and (4) to the state general fund and
28 thirty-five percent of the sums collected and remitted under RCW
29 82.08.150 (1) and (2) to a fund which is hereby created to be known as
30 the "liquor excise tax fund."

31 (2) During the 2012 fiscal year, 66.19 percent of the sums
32 collected and remitted under RCW 82.08.150 (1) and (2) must be
33 deposited in the state general fund and the remainder collected and
34 remitted under RCW 82.08.150 (1) and (2) must be deposited in the
35 liquor excise tax fund.

36 (3) During fiscal year 2013, all funds collected under RCW

1 82.08.150 (1), (2), (3), and (4) must be deposited into the state
2 general fund.

3 (4) During the 2013-2015 fiscal biennium, (~~eighty-two~~) seventy
4 seven and one-half percent of the sums collected and remitted under RCW
5 82.08.150 (1) and (2) must be deposited in the state general fund and
6 the remainder collected and remitted under RCW 82.08.150 (1) and (2)
7 must be deposited in the liquor excise tax fund. The legislature
8 intends for the amendments in section 908, chapter . . ., Laws of 2014
9 (this act) to be curative, clarifying, and remedial and to apply
10 retroactively to July 1, 2013.

11 NEW SECTION. Sec. 910. If any provision of this act or its
12 application to any person or circumstance is held invalid, the
13 remainder of the act or the application of the provision to other
14 persons or circumstances is not affected.

15 NEW SECTION. Sec. 911. This act is necessary for the immediate
16 preservation of the public peace, health, or safety, or support of the
17 state government and its existing public institutions, and takes effect
18 immediately.

(End of Bill)

INDEX

PAGE #

ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL CONTRACTS . . . 236

ADMINISTRATOR FOR THE COURTS 8

ATTORNEY GENERAL 18

BOARD FOR VOLUNTEER FIREFIGHTERS 42

BOARD OF ACCOUNTANCY 40

BOARD OF INDUSTRIAL INSURANCE APPEALS 102

BOARD OF TAX APPEALS 35

CASELOAD FORECAST COUNCIL 20

CENTRAL WASHINGTON UNIVERSITY 204

CITIZENS ' COMMISSION ON SALARIES FOR ELECTED OFFICIALS 17

COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES

 SEIU LOCAL 925 CHILDCARE WORKERS 234

COLUMBIA RIVER GORGE COMMISSION 128

COMMISSION ON AFRICAN-AMERICAN AFFAIRS 32

COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS 16

COMMISSION ON HISPANIC AFFAIRS 32

COMMISSION ON JUDICIAL CONDUCT 8

COMPENSATION

 NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS 235

 REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE BENEFITS 233

 REPRESENTED EMPLOYEES--SUPER COALITION--INSURANCE BENEFITS 232

CONSERVATION COMMISSION 135

COURT OF APPEALS 8

CRIMINAL JUSTICE TRAINING COMMISSION 102

DEPARTMENT OF AGRICULTURE 143

DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION 43

DEPARTMENT OF COMMERCE 20

DEPARTMENT OF CORRECTIONS 115

DEPARTMENT OF EARLY LEARNING 210

DEPARTMENT OF ECOLOGY 128

DEPARTMENT OF ENTERPRISE SERVICES 40

DEPARTMENT OF FISH AND WILDLIFE 136

DEPARTMENT OF HEALTH 107

DEPARTMENT OF LABOR AND INDUSTRIES 104

DEPARTMENT OF LICENSING 146

DEPARTMENT OF NATURAL RESOURCES 139

| | |
|---|-----|
| DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS | 33 |
| DEPARTMENT OF REVENUE | 34 |
| DEPARTMENT OF SERVICES FOR THE BLIND | 125 |
| DEPARTMENT OF SOCIAL AND HEALTH SERVICES | 44 |
| ADMINISTRATION AND SUPPORTING SERVICES PROGRAM | 83 |
| AGING AND ADULT SERVICES PROGRAM | 69 |
| ALCOHOL AND SUBSTANCE ABUSE PROGRAM | 79 |
| CHILDREN AND FAMILY SERVICES PROGRAM | 47 |
| DEVELOPMENTAL DISABILITIES PROGRAM | 66 |
| ECONOMIC SERVICES PROGRAM | 76 |
| JUVENILE REHABILITATION PROGRAM | 52 |
| MENTAL HEALTH PROGRAM | 57 |
| PAYMENTS TO OTHER AGENCIES PROGRAM | 85 |
| SPECIAL COMMITMENT PROGRAM | 82 |
| VOCATIONAL REHABILITATION PROGRAM | 81 |
| DEPARTMENT OF VETERANS AFFAIRS | 106 |
| EASTERN WASHINGTON STATE HISTORICAL SOCIETY | 215 |
| EASTERN WASHINGTON UNIVERSITY | 203 |
| ECONOMIC AND REVENUE FORECAST COUNCIL | 27 |
| EMPLOYMENT SECURITY DEPARTMENT | 125 |
| ENVIRONMENTAL AND LAND USE HEARINGS OFFICE | 134 |
| EVERGREEN STATE COLLEGE | 204 |
| GAMBLING COMMISSION | 43 |
| GOVERNOR ' S OFFICE OF INDIAN AFFAIRS | 16 |
| HORSE RACING COMMISSION | 40 |
| HOUSE OF REPRESENTATIVES | 2 |
| HUMAN RIGHTS COMMISSION | 101 |
| INSURANCE COMMISSIONER | 35 |
| JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE | 2 |
| JOINT LEGISLATIVE SYSTEMS COMMITTEE | 6 |
| LAW LIBRARY | 7 |
| LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE | 6 |
| LIEUTENANT GOVERNOR | 13 |
| LIQUOR CONTROL BOARD | 36 |
| MILITARY DEPARTMENT | 38 |
| OFFICE OF ADMINISTRATIVE HEARINGS | 31 |
| OFFICE OF CIVIL LEGAL AID | 12 |
| OFFICE OF FINANCIAL MANAGEMENT | 28 |
| DISASTER RESPONSE ACCOUNT | 219 |

| | |
|---|----------|
| EDUCATION LEGACY TRUST ACCOUNT | 222 |
| LEAN MANAGEMENT STRATEGIES EFFICIENCY SAVINGS | 221 |
| STATE EMPLOYEE INSURANCE | 223 |
| OFFICE OF LEGISLATIVE SUPPORT SERVICES | 7 |
| OFFICE OF MINORITY AND WOMEN ' S BUSINESS ENTERPRISES | 35 |
| OFFICE OF PUBLIC DEFENSE | 11 |
| OFFICE OF THE GOVERNOR | 12 |
| OFFICE OF THE STATE ACTUARY | 6 |
| PROGRAMS FOR HIGHLY CAPABLE STUDENTS | 179 |
| PUBLIC BACCALAUREATE INSTITUTIONS | 194 |
| PUBLIC DISCLOSURE COMMISSION | 13 |
| PUBLIC EMPLOYMENT RELATIONS COMMISSION | 39 |
| PUGET SOUND PARTNERSHIP | 144 |
| RECREATION AND CONSERVATION FUNDING BOARD | 134 |
| SECRETARY OF STATE | 13 |
| SENATE | 2 |
| STATE AUDITOR | 17 |
| STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES | 195, 197 |
| STATE HEALTH CARE AUTHORITY | 85 |
| STATE INVESTMENT BOARD | 36 |
| STATE PARKS AND RECREATION COMMISSION | 133 |
| STATE PATROL | 147 |
| STATE SCHOOL FOR THE BLIND | 214 |
| STATE TREASURER | 16, 224 |
| BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION | 217, 218 |
| COUNTY PUBLIC HEALTH ASSISTANCE | 219 |
| FEDERAL REVENUES FOR DISTRIBUTION | 226 |
| FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE ACCOUNT | 225 |
| MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT | 226 |
| TRANSFERS | 227 |
| STATUTE LAW COMMITTEE | 7 |
| STUDENT ACHIEVEMENT COUNCIL | |
| OFFICE OF STUDENT FINANCIAL ASSISTANCE | 207 |
| POLICY COORDINATION AND ADMINISTRATION | 207 |
| SUNDRY CLAIMS | 222 |
| SUPERINTENDENT OF PUBLIC INSTRUCTION | 150, 191 |
| EDUCATION REFORM PROGRAMS | 180 |
| EDUCATIONAL SERVICE DISTRICTS | 177 |
| GENERAL APPORTIONMENT | 159 |

| | |
|---|-----|
| INSTITUTIONAL EDUCATION PROGRAMS | 178 |
| LEARNING ASSISTANCE PROGRAM | 189 |
| LOCAL EFFORT ASSISTANCE | 178 |
| MISCELLANEOUS--NO CHILD LEFT BEHIND ACT | 180 |
| PUPIL TRANSPORTATION | 172 |
| SCHOOL FOOD SERVICE PROGRAMS | 173 |
| SPECIAL EDUCATION PROGRAMS | 174 |
| TRANSITIONAL BILINGUAL PROGRAMS | 188 |
| SUPREME COURT | 7 |
| UNIVERSITY OF WASHINGTON | 199 |
| UTILITIES AND TRANSPORTATION COMMISSION | 37 |
| WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM | 144 |
| WASHINGTON STATE ARTS COMMISSION | 215 |
| WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS | 214 |
| WASHINGTON STATE CHARTER SCHOOL COMMISSION | 216 |
| WASHINGTON STATE HISTORICAL SOCIETY | 215 |
| WASHINGTON STATE LOTTERY | 32 |
| WASHINGTON STATE UNIVERSITY | 201 |
| WESTERN WASHINGTON UNIVERSITY | 206 |
| WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD | 210 |

--- END ---