ESHB 2059 - S COMM AMD

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By Committee on Business, Financial Services & Trade

- 1 Strike everything after the enacting clause and insert the 2 following:
- 3 "Sec. 1. RCW 18.86.030 and 2013 c 58 s 3 are each amended to 4 read as follows:
 - (1) Regardless of whether a broker is an agent, ((the)) <u>a</u> broker ((owes to all parties to whom the broker)) <u>who</u> renders real estate brokerage services <u>owes</u> the following duties <u>to all parties</u>, which may not be waived:
 - (a) To exercise reasonable skill and care;
- 10 (b) To deal honestly and in good faith;
- 11 (c) To present all written offers, written notices and other 12 written communications to and from either party in a timely manner, 13 regardless of whether the property is subject to an existing contract 14 for sale or the buyer is already a party to an existing contract to 15 purchase;
 - (d) To disclose all existing material facts known by the broker and not apparent or readily ascertainable to a party; provided that this subsection shall not be construed to imply any duty to investigate matters that the broker has not agreed to investigate;
 - (e) To account in a timely manner for all money and property received from or on behalf of either party;
- (f) To provide a pamphlet on the law of real estate agency in the 22 23 form prescribed in RCW 18.86.120 to all parties to whom the broker renders real estate brokerage services, before the party signs an 24 25 agency agreement with the broker, signs an offer in a real estate 26 transaction handled by the broker, consents to dual agency, or waives 27 rights, under RCW 18.86.020(1)(e), 18.86.040(1)(e), 18.86.050(1)(e), or 18.86.060(2) (e) or (f), whichever occurs 28 29 earliest; and
- 30 (g) To disclose in writing to all parties to whom the broker 31 renders real estate brokerage services, before the party signs an

offer in a real estate transaction handled by the broker, whether the broker represents the buyer, the seller, both parties, or neither party. The disclosure shall be set forth in a separate paragraph entitled "Agency Disclosure" in the agreement between the buyer and seller or in a separate writing entitled "Agency Disclosure."

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- (2) Unless otherwise agreed, a broker owes no duty to conduct an independent inspection of the property or to conduct an independent investigation of either party's financial condition, and owes no duty to independently verify the accuracy or completeness of any statement made by either party or by any source reasonably believed by the broker to be reliable.
- 12 NEW SECTION. Sec. 2. The work group established to study 13 homeownership disparities under section 129(100), chapter 334, Laws 14 of 2021 shall consider the issue of the use of communications from prospective buyers of residential real estate to sellers that include 15 written information or images that identify a protected class status, 16 17 trait, class, or characteristic identified in RCW 49.60.222 or related laws. The work group may include any recommendations for 18 legislation or other action it can develop on this issue in its 19 20 report due to the legislature on November 1, 2022.
- 21 Sec. 3. 2021 c 334 s 129 (uncodified) is amended to read as 22 follows: 23 General Fund—State Appropriation (FY 2022). \$193,804,000 24 General Fund—State Appropriation (FY 2023). \$171,190,000 25 General Fund—Federal Appropriation. \$1,365,225,000 General Fund—Private/Local Appropriation. \$8,862,000 26 27 Public Works Assistance Account—State Appropriation. . . \$8,134,000 28 Lead Paint Account—State Appropriation. \$112,000 29 Building Code Council Account—State Appropriation. \$17,000 30 Liquor Excise Tax Account—State Appropriation. \$1,262,000 31 Home Security Fund Account—State Appropriation. . . . \$326,272,000 32 Affordable Housing for All Account—State 33 34 Financial Fraud and Identity Theft Crimes Investigation and Prosecution Account—State 35 36

Low-Income Weatherization and Structural

1	Rehabilitation Assistance Account—State
2	Appropriation
3	Statewide Tourism Marketing Account—State
4	Appropriation
5	Community and Economic Development Fee Account—State
6	Appropriation
7	Growth Management Planning and Environmental Review
8	Fund—State Appropriation
9	Liquor Revolving Account—State Appropriation \$5,920,000
10	Washington Housing Trust Account—State Appropriation \$20,455,000
11	Prostitution Prevention and Intervention Account—
12	State Appropriation
13	Public Facility Construction Loan Revolving Account—
14	State Appropriation
15	Model Toxics Control Stormwater Account—State
16	Appropriation
17	Dedicated Marijuana Account—State Appropriation
18	(FY 2022)\$1,813,000
19	Dedicated Marijuana Account—State Appropriation
20	(FY 2023)\$1,809,000
21	Andy Hill Cancer Research Endowment Fund Match
22	Transfer Account—State Appropriation \$11,711,000
23	Community Preservation and Development Authority
24	Account—State Appropriation \$500,000
25	Economic Development Strategic Reserve Account—State
26	Appropriation
27	Coronavirus State Fiscal Recovery Fund—Federal
28	Appropriation
29	TOTAL APPROPRIATION \$2,716,086,000
30	The appropriations in this section are subject to the following
31	conditions and limitations:
32	(1) Repayments of outstanding mortgage and rental assistance
33	program loans administered by the department under RCW 43.63A.640
34	shall be remitted to the department, including any current revolving
35	account balances. The department shall collect payments on
36	outstanding loans, and deposit them into the state general fund.
37	Repayments of funds owed under the program shall be remitted to the
38	department according to the terms included in the original loan
39	agreements.
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(2) \$3,000,000 of the general fund—state appropriation for fiscal year 2022 and \$3,000,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to resolution Washington to build statewide capacity for alternative dispute resolution centers and dispute resolution programs that guarantee that citizens have access to low-cost resolution as an alternative to litigation.

- (3) \$375,000 of the general fund—state appropriation for fiscal year 2022 and \$375,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to the retired senior volunteer program.
- (4) The department shall administer its growth management act technical assistance and pass-through grants so that smaller cities and counties receive proportionately more assistance than larger cities or counties.
- (5) \$375,000 of the general fund—state appropriation for fiscal year 2022 and \$375,000 of the general fund—state appropriation for fiscal year 2023 are provided solely as pass-through funding to Walla Walla Community College for its water and environmental center.
- (6) \$4,304,000 of the general fund—state appropriation for fiscal year 2022 and \$4,304,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for associate development organizations. During the 2021-2023 biennium, the department shall consider an associate development organization's total resources when making contracting and fund allocation decisions, in addition to the schedule provided in RCW 43.330.086. The department must distribute the funding as follows:
- (a) For associate development organizations serving urban counties, which are counties other than rural counties as defined in RCW 82.14.370, a locally matched allocation of up to \$1.00 per capita, totaling no more than \$300,000 per organization; and
- (b) For associate development organizations in rural counties, as defined in RCW 82.14.370, a \$1.00 per capita allocation with a base allocation of \$75,000.
- 35 (7) \$5,907,000 of the liquor revolving account—state 36 appropriation is provided solely for the department to contract with 37 the municipal research and services center of Washington.
 - (8) The department is authorized to require an applicant to pay an application fee to cover the cost of reviewing the project and

1 preparing an advisory opinion on whether a proposed electric 2 generation project or conservation resource qualifies to meet 3 mandatory conservation targets.

- (9) Within existing resources, the department shall provide administrative and other indirect support to the developmental disabilities council.
- (10) \$300,000 of the general fund—state appropriation for fiscal year 2022 and \$300,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the northwest agriculture business center.
- (11) \$150,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the regulatory roadmap program for the construction industry and to identify and coordinate with businesses in key industry sectors to develop additional regulatory roadmap tools.
- (12) \$1,000,000 of the general fund—state appropriation for fiscal year 2022 and \$1,000,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the Washington new Americans program. The department may require a cash match or in-kind contributions to be eligible for state funding.
- (13) \$643,000 of the general fund—state appropriation for fiscal year 2022 and \$643,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with a private, nonprofit organization to provide developmental disability ombuds services.
- (14) \$1,000,000 of the home security fund—state appropriation, \$2,000,000 of the Washington housing trust account—state appropriation, and \$1,000,000 of the affordable housing for all account—state appropriation are provided solely for the department of commerce for services to homeless families and youth through the Washington youth and families fund.
- (15) \$2,000,000 of the home security fund—state appropriation is provided solely for the administration of the grant program required in chapter 43.185C RCW, linking homeless students and their families with stable housing.
- 37 (16)(a) \$1,980,000 of the general fund—state appropriation for 38 fiscal year 2022 and \$1,980,000 of the general fund—state 39 appropriation for fiscal year 2023 are provided solely for community

- 1 beds for individuals with a history of mental illness. Currently, there is little to no housing specific to populations with these co-2 occurring disorders; therefore, the department must consider how best 3 to develop new bed capacity in combination with individualized 4 support services, such as intensive case management and care 5 6 coordination, clinical supervision, mental health, substance abuse treatment, and vocational and employment services. Case-management 7 and care coordination services must be provided. Increased case-8 managed housing will help to reduce the use of jails and emergency 9 services and will help to reduce admissions to the state psychiatric 10 11 hospitals. The department must coordinate with the health care authority and the department of social and health services in 12 establishing conditions for the awarding of these funds. The 13 department must contract with local entities to provide a mix of (i) 14 shared permanent supportive housing; (ii) independent permanent 15 16 supportive housing; and (iii) low and no-barrier housing beds for 17 people with a criminal history, substance abuse disorder, and/or 18 mental illness.
 - (b) Priority for permanent supportive housing must be given to individuals on the discharge list at the state psychiatric hospitals or in community psychiatric inpatient beds whose conditions present significant barriers to timely discharge.

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- (17) \$557,000 of the general fund—state appropriation for fiscal year 2022 and \$557,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to design and administer the achieving a better life experience program.
- (18) The department is authorized to suspend issuing any nonstatutorily required grants or contracts of an amount less than \$1,000,000 per year.
- (19) \$1,070,000 of the general fund—state appropriation for fiscal year 2022 \$1,070,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the small business export assistance program. The department must ensure that at least one employee is located outside the city of Seattle for purposes of assisting rural businesses with export strategies.
- 36 (20) \$60,000 of the general fund—state appropriation for fiscal 37 year 2022 and \$60,000 of the general fund—state appropriation for 38 fiscal year 2023 are provided solely for the department to submit the

1 necessary Washington state membership dues for the Pacific Northwest 2 economic region.

- (21) \$2,000,000 of the general fund—state appropriation for fiscal year 2022 and \$2,000,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with organizations and attorneys to provide either legal representation or referral services for legal representation, or both, to indigent persons who are in need of legal services for matters related to their immigration status. Persons eligible for assistance under any contract entered into pursuant to this subsection must be determined to be indigent under standards developed under chapter 10.101 RCW.
 - (22)(a) \$37,000,000 of the affordable housing for all account—state appropriation is provided solely for grants to support the building operation, maintenance, and service costs of permanent supportive housing projects or units within housing projects that have or will receive funding from the housing trust fund—state account or other public capital funding that:
 - (i) Is dedicated as permanent supportive housing units;
- (ii) Is occupied by low-income households with incomes at or below thirty percent of the area median income; and
- (iii) Requires a supplement to rent income to cover ongoing property operating, maintenance, and service expenses.
- (b) Permanent supportive housing projects receiving federal operating subsidies that do not fully cover the operation, maintenance, and service costs of the projects are eligible to receive grants as described in this subsection.
- (c) The department may use a reasonable amount of funding provided in this subsection to administer the grants.
- (23) \$7,000,000 of the home security fund—state appropriation is provided solely for the office of homeless youth prevention and protection programs to:
- (a) Expand outreach, services, and housing for homeless youth and young adults including but not limited to secure crisis residential centers, crisis residential centers, and HOPE beds, so that resources are equitably distributed across the state;
- 37 (b) Contract with other public agency partners to test innovative 38 program models that prevent youth from exiting public systems into 39 homelessness; and

1 (c) Support the development of an integrated services model, increase performance outcomes, and enable providers to have the 2 necessary skills and expertise to effectively operate youth programs. 3

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- (24) \$125,000 of the general fund—state appropriation for fiscal year 2022 and \$125,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the office of homeless youth to fund program models that prevent youth from exiting public systems into homelessness.
- (25) \$3,000,000 of the general fund—state appropriation for fiscal year 2022 and \$5,000,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the office of homeless youth to build infrastructure and services to support a continuum of interventions, including but not limited to prevention, crisis response, and long-term housing, to reduce youth homelessness in communities identified as part of the anchor community initiative.
- (26) \$2,125,000 of the general fund—state appropriation for 2022 and \$2,125,000 of the general fund—state fiscal year appropriation for fiscal year 2023 are provided solely for the office youth to contract with one or homeless more organizations to provide youth services and young adult housing on a multi-acre youth campus located in the city of Tacoma. Youth services include, but are not limited to, HOPE beds and crisis residential centers to provide temporary shelter and permanency planning for youth under the age of 18. Young adult housing includes, but is not limited to, rental assistance and case management for young adults ages 18 to 24. The department shall submit an annual report to the legislature on the use of the funds. The first report is due June 30, 2022, and each June 30th thereafter. The report shall include but is not limited to:
- (a) A breakdown of expenditures by program and expense type, 30 31 including the cost per bed;
 - (b) The number of youth and young adults helped by each program;
 - (c) The number of youth and young adults on the waiting list for programs, if any; and
- (d) Any other metric or measure the department deems appropriate 35 to evaluate the effectiveness of the use of the funds. 36
- (27) \$62,720,000 of the general fund—state appropriation for 37 fiscal year 2022, \$65,330,000 of the general fund—state appropriation for fiscal year 2023, and \$2,610,000 of the coronavirus state fiscal 39

recovery fund—federal appropriation are provided solely for the essential needs and housing support program and related services. The department may use a portion of the funds provided in this subsection to continue the pilot program established in section 127(106) of chapter 357, Laws of 2020, by providing grants to participating counties who request additional funding in order to continue serving participating and eligible clients.

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- (28) \$1,436,000 of the general fund—state appropriation for fiscal year 2022 and \$1,436,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to identify and invest in strategic growth areas, support key sectors, and align existing economic development programs and priorities. The department must consider Washington's position as the most trade-dependent state when identifying priority investments. The department must engage states and provinces in the northwest as well as associate development organizations, small business development centers, chambers of commerce, ports, and other partners to leverage the funds provided. Sector leads established by the department must include the industries of: (a) Aerospace; (b) clean technology and renewable and nonrenewable energy; (c) wood products and other natural resource industries; (d) information and communication technology; (e) life sciences and global health; (f) maritime; and (g) military and defense. The department may establish these sector leads by hiring new staff, expanding the duties of current staff, or working with partner organizations and or other agencies to serve in the role of sector lead.
 - (29) The department must develop a model ordinance for cities and counties to utilize for siting community based behavioral health facilities.
 - (30) \$198,000 of the general fund—state appropriation for fiscal year 2022 and \$198,000 of the general fund—state appropriation for fiscal year 2023 are provided solely to retain a behavioral health facilities siting administrator within the department to coordinate development of effective behavioral health housing options and provide technical assistance in siting of behavioral health treatment facilities statewide to aide in the governor's plan to discharge individuals from the state psychiatric hospitals into community settings. This position must work closely with the local government legislative authorities, planning departments, behavioral health

providers, health care authority, department of social and health services, and other entities to facilitate linkages among disparate behavioral health community bed capacity-building efforts. This position must work to integrate building behavioral health treatment and infrastructure capacity in addition to ongoing supportive housing benefits.

- (31) \$250,000 of the general fund—state appropriation for fiscal year 2022 and \$250,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with an entity located in the Beacon hill/Chinatown international district area of Seattle to provide low income housing, low income housing support services, or both. To the extent practicable, the chosen location must be colocated with other programs supporting the needs of children, the elderly, or persons with disabilities.
- (32) \$1,500,000 of the general fund—state appropriation for fiscal year 2022, \$1,500,000 of the general fund—state appropriation for fiscal year 2023 and \$4,500,000 of the home security fund—state appropriation are provided solely for the consolidated homeless grant program.
- (a) Of the amounts provided in this subsection, \$4,500,000 of the home security fund—state appropriation is provided solely for permanent supportive housing targeted at those families who are chronically homeless and where at least one member of the family has a disability. The department will also connect these families to medicaid supportive services.
- (b) Of the amounts provided in this subsection, \$1,000,000 of the general fund—state appropriation for fiscal year 2022 and \$1,000,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for diversion services for those families and individuals who are at substantial risk of losing stable housing or who have recently become homeless and are determined to have a high probability of returning to stable housing.
- (33) \$11,711,000 of the Andy Hill cancer research endowment fund match transfer account—state appropriation is provided solely for the Andy Hill cancer research endowment program. Amounts provided in this subsection may be used for grants and administration costs.
- (34) \$550,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for

1 fiscal year 2023 are provided solely for the operations of the long-2 term care ombudsman program.

- (35) \$100,000 of the general fund—state appropriation for fiscal year 2022 and \$100,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to produce the biennial report identifying a list of projects to address incompatible developments near military installations as provided in RCW 43.330.520.
- (36) \$35,000,000 of the home security fund—state appropriation is provided solely for increasing local temporary shelter capacity. The amount provided in this subsection is subject to the following conditions and limitations:
 - (a) A city or county applying for grant funding shall submit a sheltering proposal that aligns with its local homeless housing plan under RCW 43.185C.050. This proposal must include at a minimum:
- 16 (i) A strategy for outreach to bring currently unsheltered 17 individuals into shelter;
 - (ii) Strategies for connecting sheltered individuals to services including but not limited to: Behavioral health, chemical dependency, education or workforce training, employment services, and permanent supportive housing services;
 - (iii) An estimate on average length of stay;
 - (iv) An estimate of the percentage of persons sheltered who will exit to permanent housing destinations and an estimate of those that are expected to return to homelessness;
 - (v) An assessment of existing shelter capacity in the jurisdiction, and the net increase in shelter capacity that will be funded with the state grant; and
 - (vi) Other appropriate measures as determined by the department.
 - (b) The department shall not reimburse more than \$56 per day per net additional person sheltered above the baseline of shelter occupancy prior to award of the funding. Eligible uses of funds include shelter operations, shelter maintenance, shelter rent, loan repayment, case management, navigation to other services, efforts to address potential impacts of shelters on surrounding neighborhoods, capital improvements and construction, and outreach directly related to bringing unsheltered people into shelter. The department shall coordinate with local governments to encourage cost-sharing through local matching funds.

(c) The department shall not reimburse more than \$10,000 per shelter bed prior to occupancy, for costs associated with creating additional shelter capacity or improving existing shelters to improve occupancy rates and successful outcomes. Eligible costs prior to occupancy include acquisition, construction, equipment, staff costs, and other costs directly related to creating additional shelter capacity.

- (d) For the purposes of this subsection "shelter" means any facility, the primary purpose of which is to provide space for homeless in general or for specific populations of homeless. The shelter must: Be structurally sound to protect occupants from the elements and not pose any threat to health or safety, have means of natural or mechanical ventilation, and be accessible to persons with disabilities, and the site must have hygiene facilities, which must be accessible but do not need to be in the structure.
- (37) \$1,007,000 of the general fund—state appropriation for fiscal year 2022 and \$1,007,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to administer a transitional housing pilot program for nondependent homeless youth. In developing the pilot program, the department will work with the adolescent unit within the department of children, youth, and families, which is focused on cross-system challenges impacting youth, including homelessness.
- (38) \$300,000 of the general fund—state appropriation for fiscal year 2022 and \$300,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to establish representation in key international markets that will provide the greatest opportunities for increased trade and investment for small businesses in the state of Washington. Prior to entering into any contract for representation, the department must consult with associate development organizations and other organizations and associations that represent small business, rural industries, and disadvantaged business enterprises.
- (39) \$80,000 of the general fund—state appropriation for fiscal year 2022 and \$80,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to establish an identification assistance and support program to assist homeless persons in collecting documentation and procuring an identicard issued by the department of licensing. This program may be operated

through a contract for services. The program shall operate in one county west of the crest of the Cascade mountain range with a population of one million or more and one county east of the crest of the Cascade mountain range with a population of five hundred thousand or more.

- (40) \$500,000 of the general fund—state appropriation for fiscal year 2022 and \$500,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the office of homeless youth prevention and protection programs to create a centralized diversion fund to serve homeless or at-risk youth and young adults, including those who are unsheltered, exiting inpatient programs, or in school. Funding provided in this subsection may be used for short-term rental assistance, offsetting costs for first and last month's rent and security deposits, transportation costs to go to work, and assistance in obtaining photo identification or birth certificates.
 - (41) \$100,000 of the model toxics control stormwater account—state appropriation is provided solely for planning work related to stormwater runoff at the aurora bridge and I-5 ship canal bridge. Planning work may include, but is not limited to, coordination with project partners, community engagement, conducting engineering studies, and staff support.
 - (42) \$100,000 of the general fund—state appropriation for fiscal year 2022 and \$100,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to assist people with limited incomes in urban areas of the state start and sustain small businesses. The grant recipient must be a nonprofit organization involving a network of microenterprise organizations and professionals to support micro entrepreneurship and access to economic development resources.
 - (43) \$500,000 of the community preservation and development authority account—state/operating appropriation is provided solely for the operations of the Pioneer Square-International District community preservation and development authority established in RCW 43.167.060.
- 35 (44) \$500,000 of the general fund—state appropriation for fiscal 36 year 2022 and \$500,000 of the general fund—state appropriation for 37 fiscal year 2023 are provided solely for grants and associated 38 technical assistance and administrative costs to foster collaborative 39 partnerships that expand child care capacity in communities. Eligible

applicants include nonprofit organizations, school districts, educational service districts, and local governments. These funds may be expended only after the approval of the director of the department of commerce and must be used to support planning and activities that help communities address the shortage of child care, prioritizing partnerships serving in whole or in part areas identified as child care access deserts.

- (45) \$255,000,000 of the general fund—federal appropriation (ARPA) and \$403,000,000 of the coronavirus state fiscal recovery account—federal appropriation are provided solely for the department to administer an emergency rental assistance program. The department shall distribute funding in the form of grants to local housing providers. In making distributions, the department must consider the number of unemployed persons and renters in each jurisdiction served by the provider as well as consider any funding that jurisdiction, including cities within each county, received directly from the federal government for emergency rental assistance. Of the amounts provided in this subsection:
- (a) \$255,000,000 of the general fund—federal appropriation (ARPA) is provided solely for grants to provide emergency rental and utility assistance pursuant to P.L. 117-2. A provider may use up to 14.5 percent of the grant award provided under this subsection for administrative costs and the remainder must be used for financial assistance as defined in P.L. 117-2. Unless otherwise prohibited under federal guidance, a housing provider may provide financial assistance for an eligible household's rent and rental arrears of up to 150 percent of the fair market rent for the area in which the household resides, as determined by the department of housing and urban development.
- (b) (i) \$403,000,000 of the coronavirus state fiscal recovery account—federal appropriation is provided solely for grants to provide emergency rental and utility assistance, subject to (b)(ii) of this subsection. Providers must make rental payments directly to landlords and utility payments directly to utility providers. To be eligible for assistance under this subsection, households must, at a minimum, have an income at or below 80 percent of the area median income and must have a missed or partially paid rent payment. The department may establish additional eligibility criteria to target these resources to households most likely to become homeless if they

do not receive rental assistance. A provider may provide financial assistance for an eligible household's rent and rental arrears of up to 150 percent of the fair market rent for the area in which the household resides, as determined by the department of housing and urban development.

- (ii) From the amount provided in (b) of this subsection, each local housing provider must subgrant with community organizations that serve historically disadvantaged populations within their jurisdiction. Subgrants may be used for program outreach and assisting community members in applying for assistance under (a) and (b) of this subsection. The amount of the subgrant must be at least five percent of the total funding each provider received under (a) and (b) of this subsection.
- 14 (c) The department may retain up to 0.5 percent of the amounts 15 provided in this subsection for administration of the program.
 - (46) \$7,500,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for the department to provide grants to entities that provide digital navigator services, devices, and subscriptions. These services must include but are not limited to one-on-one assistance for people with limited access to services, including individuals seeking work, families supporting students, English language learners, medicaid clients, people experiencing poverty, and elders. Of the amounts provided in this subsection, the department must prioritize allocating \$1,500,000 as grants or portions of grants that serve medicaid clients.
 - (47) \$240,000 of the general fund—state appropriation for fiscal year 2022 and \$240,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the operations of the Central district community preservation and development authority established in RCW 43.167.070.
- (48) \$607,000 of the general fund—state appropriation for fiscal year 2022 and \$607,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to assist homeowners at risk of foreclosure pursuant to chapter 61.24 RCW. Funding provided in this section may be used for activities to prevent mortgage or tax lien foreclosure, housing counselors, a foreclosure prevention hotline, legal services for low-income individuals, mediation, and other activities that promote

homeownership. The department may contract with other foreclosure fairness program state partners to carry out this work.

- (49) \$100,000 of the general fund—state appropriation for fiscal year 2022 and \$100,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with a nonprofit entity located in Seattle that focuses on poverty reduction and racial equity to convene and staff a poverty reduction workgroup steering committee comprised of individuals that have lived experience with poverty. Funding provided in this section may be used to reimburse steering committee members for travel, child care, and other costs associated with participation in the steering committee.
- (50) \$29,255,000 of the general fund—federal appropriation (CRF) and \$230,000,000 of the general fund—federal appropriation (CRRSA), not to exceed the amount appropriated in section 3, chapter 3, Laws of 2021, that is unobligated at the end of fiscal year 2021, are provided solely for rental assistance and housing and are subject to the same terms and conditions as the appropriation in section 3, chapter 3, Laws of 2021, as amended in section 1905 of this act.
- (51) \$4,800,000 of the general fund—federal appropriation (CRF), not to exceed the amount appropriated in section 4, chapter 3, Laws of 2021, that is unobligated at the end of fiscal year 2021, is provided solely for working Washington grants and is subject to the same terms and conditions as the appropriation in section 4, chapter 3, Laws of 2021.
 - (52) \$1,602,000 of the general fund—state appropriation for fiscal year 2022 and \$1,174,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the statewide broadband office established in RCW 43.330.532.
 - (53) \$450,000 of the general fund—state appropriation for fiscal year 2022 and \$450,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization for an initiative to advance affordable housing projects and education centers on public or tax-exempt land. The department must award the grant to an organization with an office located in the city of Seattle that has experience in catalyzing early learning and affordable housing developments. The grant recipient must use the funding to:

(a) Implement strategies to accelerate development of affordable housing projects with space for early learning centers or community space on underutilized tax-exempt properties;

- (b) Analyze the suitability of properties for affordable housing, early learning centers, or community space through completing due diligence, conceptual design, and financial analysis activities;
- (c) Organize community partners and build capacity to develop these sites, as well as coordinate negotiations among partners and public owners;
- (d) Facilitate collaboration and co-development between affordable housing, early learning centers, or community space; and
- (e) Catalyze the redevelopment of at least 10 sites to create approximately 1,500 affordable homes.
- (54) \$2,000,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to a nonprofit organization located in King county to operate a hunger relief response program serving individuals living in permanent supportive housing.
- (55) \$75,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to a nonprofit organization located in the city of Federal Way that conducts collaborative policy development and provides access to resources and consultation to historically disadvantaged communities. The grant funding must be used for capacity-building activities to support community-based organizations serving youth and young adults in the city of Federal Way.
- (56) \$400,000 of the general fund—state appropriation for fiscal year 2022 and \$400,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for capacity-building grants through the Latino community fund for emergency response services, educational programs, and human services support for children and families in rural and underserved communities.
- (57) \$12,000,000 of the coronavirus state fiscal recovery fund—federal appropriation is provided solely for a single contract with the non-profit statewide tourism marketing organization that is party to the contract pursuant to RCW 43.384.020. The funds will be used to assist recovery for tourism-related businesses, generate tourism demand for Washington communities and businesses, and sustain recovery market share with competing Western states. The department

and the contractor shall submit a report to the legislature June 30, 2022, and June 30, 2023.

- (58) \$354,000 of the general fund—state appropriation for fiscal year 2022 and \$354,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to the Port Gamble S'Klallam tribe for a reentry program providing tailored support services to moderate-needs and high-needs individuals leaving local or tribal incarceration, with the goals of reducing criminal recidivism and fostering community wellbeing. Services may be provided to clients pre-release and post-release.
- (59) \$347,000 of the general fund—state appropriation for fiscal year 2022 and \$347,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization serving King and Snohomish counties for a program conducted in partnership with King county serving criminal justice—involved individuals who have experienced domestic, sexual, or gender-based violence. The grant recipient may use the funding for costs including but not limited to legal advocacy, outreach, connecting clients to housing and other resources, data analytics, and staffing.
- (60) \$50,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for the city of Kent to contract with one or more nonprofit organizations to serve community immersion law enforcement trainees through mentorship or community-based placement, or both.
- (61) \$400,000 of the general fund—state appropriation for fiscal year 2022 and \$400,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the office of homeless youth to administer a competitive grant process to award funding to licensed youth shelters, HOPE centers, and crisis residential centers to provide behavioral health support services for youth in crisis.
- (62) \$950,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to a nonprofit located in King county that develops training and support for low-income individuals, with a focus on women and people of color, to move into the construction industry for living wage jobs. The grant funding must be used to develop a pre-apprenticeship program that, through the construction of units, integrates housing and workforce development in service of the following goals:

1 (a) Creating a blueprint to integrating workforce development and 2 housing for local jurisdictions;

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- (b) Providing construction training to underserved populations;
- (c) Creating a pathway for trainees to enter construction careers; and
- (d) Addressing the systemic effects of sexism and racism in housing, wealth, education, training, employment, and career development.
 - (63) \$50,000 of the general fund—state appropriation for fiscal year 2022 and \$50,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization operating an emergency shelter located in the Yakima valley for case management, outreach, and other homeless services.
 - (64) \$350,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization for activities to advance affordable housing. The grant recipient must be an organization that partners in equitable, transit-oriented development. The grant recipient must use the funding to:
- (a) Facilitate partnerships to enable equitable transit-oriented development across the Puget Sound region that builds housing at scale; and
- 24 (b) Assist the cities of Tacoma, Renton, and Everett, as well as other cities, in:
 - (i) Creating or updating local subarea plans to be consistent with the regional growth strategy for future population growth to be near high capacity transit and to facilitate development within the station area that will produce a mix of affordable housing;
- 30 (ii) Ensuring equitable transit-oriented development processes 31 and outcomes that minimize displacement; and
- 32 (iii) Identifying strategies for land acquisition and assembly 33 around high capacity transit stations that will result in a mix of 34 housing.
- 35 (65) \$700,000 of the general fund—state appropriation for fiscal 36 year 2022 and \$700,000 of the general fund—state appropriation for 37 fiscal year 2023 are provided solely for a nonprofit organization 38 whose sole purpose is to provide grants, capacity building, and 39 technical assistance support to a network of microenterprise

development organizations. The microenterprise development organizations will support rural and urban Black, indigenous and people of color owned businesses, veteran owned businesses, and limited resourced and other hard to serve businesses with five or fewer employees throughout the state with business training, technical assistance, and microloans.

- (66) \$1,175,000 of the general fund—state appropriation for fiscal year 2022 and \$175,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to support implementation of the 2021 state energy strategy as it pertains to emissions from energy use in new and existing buildings, including measures to support local government emission reductions, workforce measures, and utility electrification benefits.
- year 2022 and \$125,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to identify and develop effective interventions and responses to primary and secondary workplace trauma experienced by direct service staff who work in homeless shelters, homeless outreach, and permanent supportive housing. The department must collect data through methods such as surveys, interviews, and small group conversations, and engage interested parties, including but not limited to direct service staff. The department may contract with a third party to complete the work required in this subsection. By June 1, 2023, the department shall submit a report identifying interventions and providing recommendations to the appropriate committees of the legislature.
- (68) (a) \$340,000 of the general fund—state appropriation for fiscal year 2022 and \$85,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with the University of Washington college of built environments to create a database and reporting system for promoting transparency on procurement of building materials that make up the primary structure and enclosure used for state-funded construction projects. The department and university may use publicly available information and data sources as well as consult with outside experts to create the database. The database may include fields for environmental product declarations, product quantity, manufacturer

location, global warming potential, health certifications, supplier codes of conduct, and working conditions.

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- (b) When developing the reporting system required under (a) of this subsection, the department and the University of Washington must conduct a case study analysis. In conducting the analysis, the department and the university must identify up to 10 case studies of publicly funded projects and analyze considerations including but not limited to cost impacts, materials procured, embodied carbon contribution to reducing greenhouse gas emissions, and supply chain considerations. By January 1, 2022, the department and the university shall submit a progress report on the case study analysis to the legislature. By November 1, 2022, the department and the university shall submit a final report to the legislature with findings from the case study analysis and recommendations for the reporting system based on lessons learned.
 - (69) \$175,000 of the general fund—state appropriation for fiscal year 2022 and \$175,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization to provide job readiness skills and training to traditionally underrepresented populations to support the transition to a registered apprenticeship, trade training, or employment. The recipient must be a nonprofit organization serving traditionally underrepresented populations in King and counties, with a focus on youth development programs. The grant funding must be used for activities including but not limited to counseling and training in support of the goals of:
 - (a) Minimizing barriers to transitioning to an apprenticeship, trade training program, or employment for participants;
- 29 (b) Increasing participants' workforce and life balance skills; 30 and
- 31 (c) Increasing participants' specialized skills and knowledge in targeted industries, including construction, urban agriculture, and 32 33 maritime trades.
- 34 (70)(a) \$51,000 of the general fund—state appropriation for 35 fiscal year 2022 and \$51,000 of the general fund—state appropriation 36 for fiscal year 2023 are provided solely for the statewide broadband 37 office to cofacilitate the Washington digital equity forum with the Washington state office of equity. The purpose of the forum is to

- develop recommendations to advance digital connectivity in Washington state. In developing its recommendations, the forum must:
 - (i) Develop goals that are consistent with the goals of the governor's statewide broadband office, as provided in RCW 43.330.536;
 - (ii) Strengthen public-private partnerships;
- 6 (iii) Solicit public input through public hearings or 7 informational sessions;
 - (iv) Work to increase collaboration and communication between local, state, and federal governments and agencies; and
 - (v) Recommend reforms to universal service mechanisms.
 - (b) The directors of the governor's statewide broadband office and the Washington state office of equity are responsible for appointing participating members of the forum, and appointments require the approval of both directors. In making appointments, the directors must prioritize appointees representing:
 - (i) Federally recognized tribes;

- (ii) State agencies involved in digital equity; and
- (iii) Underserved and unserved communities, including historically disadvantaged communities.
- (c) The director of the governor's statewide broadband office, or the director's designee, and the director of the Washington state office of equity, or the director's designee, shall serve as administrative cochairs of the forum.
- (d) In addition to members appointed by the directors, four legislators may serve on the digital equity forum in an ex officio capacity. Legislative participants must be appointed as follows:
- (i) The speaker of the house of representatives must appoint one member from each of the two largest caucuses of the house of representatives; and
- 30 (ii) The president of the senate must appoint one member from 31 each of the two largest caucuses of the senate.
 - (e) Each member of the digital equity forum shall serve without compensation but may be reimbursed for travel expenses as authorized in RCW 43.03.050 and 43.03.060. Legislative members of the forum are reimbursed for travel expenses in accordance with RCW 44.04.120. (f) The statewide broadband office must provide staff support for the digital equity forum. By January 1, 2023, the statewide broadband office must transmit the recommendations of the digital equity forum developed under (a) of this subsection to the legislature, consistent with RCW 43.01.036.

(71) \$500,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for grants to law enforcement agencies to implement group violence intervention strategies in areas with high rates of gun violence. Grant funding will be awarded to two sites, with priority given to Yakima county and south King county. The sites must be located in areas with high rates of gun violence, include collaboration with the local leaders and community members, use data to identify the individuals most at risk to perpetrate gun violence for interventions, and include a component that connects individuals to services. In selecting the sites, the department must give priority to sites meeting these criteria that also can leverage existing local or federal resources.

- (72) \$350,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a contract for a business recovery program serving the city of Federal Way and surrounding area. The contract recipient must be a nongovernmental organization located in the city of Federal Way whose primary focus is the economic development of the city of Federal Way and surrounding area. The contract funding must be used for:
- (a) Business development training and education for small businesses located in or serving the city of Federal Way and surrounding area, with a focus on Black, indigenous, and people of color-owned, women-owned, and veteran-owned businesses;
- (b) Workforce programming for skill set development, especially as related to business retention and expansion; and
- (c) Research and collection of economic baseline data for the city of Federal Way and surrounding area for the development of data-driven programming, with a focus on key economic recovery indicators.
- (73) \$202,000 of the general fund—state appropriation for fiscal year 2022 and \$89,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization to provide emergency housing, permanent supportive housing, and wraparound services focusing on Black transgender and nonbinary individuals who are currently experiencing or at risk of homelessness. The grant recipient must be a nonprofit organization with locations in the cities of Seattle and Tacoma that provides legal and other services for LGBTQ individuals in Washington. The grant recipient may subgrant or subcontract with other organizations

1 to provide emergency housing, permanent supportive housing, and 2 wraparound services.

- (74) \$125,000 of the general fund—state appropriation for fiscal year 2022 and \$125,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit for a smart buildings education program to educate building owners and operators on smart building practices and technologies, including the development of onsite and digital trainings that detail how to operate residential and commercial facilities in an energy efficient manner. The grant recipient must be located in a city with a population of more than 700,000 and must serve anyone within Washington with an interest in better understanding energy efficiency in commercial and institutional buildings.
- (75) \$150,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to establish a sector lead position for the creative industries, including but not limited to the performing arts, literary arts, music, and film. The sector lead must work with interested parties to further the goals of creating economic development opportunities, retaining and growing jobs, and supporting small business development and expansion within the creative industries.
- (76) \$221,920,000 of the home security fund—state appropriation and \$58,400,000 of the affordable housing for all account—state appropriation are provided solely for implementation of Engrossed Second Substitute House Bill No. 1277 (housing/revenue source). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse. Of the amounts provided in this subsection:
- (a) \$88,768,000 of the home security fund—state appropriation is provided solely to implement the eviction prevention rental assistance program created in the bill; and
- (b) \$133,152,000 of the home security fund—state appropriation is provided solely for project-based vouchers and related services, rapid rehousing, housing acquisition, and supportive services for individuals and families accessing vouchers and rapid rehousing. Of the total amount provided in this subsection, at least \$20,000,000 must be used for hotel and motel vouchers, rapid rehousing, and

supportive services for individuals and families accessing vouchers and rapid rehousing.

- (77) \$59,000 of the general fund—state appropriation for fiscal year 2022 and \$696,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Second Substitute House Bill No. 1086 (behavioral health consumers). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
- 9 (78) \$163,000 of the dedicated marijuana account—state appropriation for fiscal year 2022 and \$159,000 of the dedicated marijuana account—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Substitute House Bill No. 1443 (cannabis industry/equity). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
 - (79) \$298,000 of the general fund—state appropriation for fiscal year 2022 and \$404,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Second Substitute House Bill No. 1220 (emergency shelters & housing). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
 - (80) \$306,000 of the general fund—state appropriation for fiscal year 2022 and \$483,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Second Substitute Senate Bill No. 5237 (child care & early dev. exp.). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
 - (81) \$21,000 of the general fund—state appropriation for fiscal year 2022 and \$42,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Third Substitute House Bill No. 1091 (transportation fuel/carbon). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
- 33 (82) \$42,000 of the general fund—state appropriation for fiscal year 2022 and \$42,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Second 36 Substitute House Bill No. 1168 (long-term forest health). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.

1 (83) \$2,798,000 of the economic development strategic reserve 2 account manufacturing cluster acceleration subaccount—state 3 appropriation is provided solely for implementation of Substitute 4 House Bill No. 1170 (manufacturing). If the bill is not enacted by 5 June 30, 2021, the amount provided in this subsection shall lapse.

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- (84) \$187,000,000 of the general fund—federal appropriation (ARPA) is provided solely for a homeowner assistance program to provide mortgage, foreclosure, and other assistance to eligible homeowners pursuant to P.L. 117-2. The department may subgrant or contract with other entities to provide assistance under the program. Of the amount provided in this subsection, \$13,000,000 of the general fund—federal appropriation (ARPA) is provided solely for foreclosure assistance.
- (85) \$9,864,000 of the general fund—state appropriation for fiscal year 2022 and \$9,864,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for long-term rental subsidies for individuals with mental health or substance use disorders. This funding may be used for individuals enrolled in the foundational community support program while waiting for a longer term resource for rental support or for individuals transitioning from behavioral health treatment facilities or local Individuals who would otherwise be eligible for the foundational community support program but are not eligible because of their citizenship status may also be served. By December 1, 2021, and December 1, 2022, the department must submit a report identifying the expenditures and number of individuals receiving long-term rental supports through the agency budget broken out by region, treatment need, and the demographics of those served during the prior fiscal year.
- (86)(a) \$50,000,000 of the coronavirus state fiscal recovery fund —federal appropriation is provided solely for the department to provide grants to small businesses through the working Washington grant program.
- (b) Of the amount provided in this subsection, \$30,000,000 of the coronavirus state fiscal recovery fund—federal appropriation is provided solely to assist businesses maintain their operations. To be eligible for a grant under this subsection, the business must:
 - (i) Apply for or have applied for the grant;

- 1 (ii) Have reported annual gross receipts of \$5,000,000 or less to 2 the department of revenue for calendar year 2019;
- 3 (iii) Have expenses that are necessary to continue business 4 operations and the expense is not a federal, state, or local tax, 5 fee, license, or other government revenue;
- 6 (iv) Self-attest that the expense is not funded by any other 7 government or private entity;
- 8 (v) Have experienced a reduction in business income or activity 9 related to COVID-19 or state or local actions in response to 10 COVID-19; and
- 11 (vi) Agree to operate in accordance with the requirements of 12 applicable federal, state, and local public health guidance and 13 directives.
 - (c) Of the amount provided in this subsection, \$20,000,000 of the coronavirus state fiscal recovery fund—federal appropriation is provided solely to assist the reopening of businesses that temporarily totally closed their operations. To be eligible for a grant under this subsection, the business must:
 - (i) Apply for the grant;

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- 20 (ii) Have reported annual gross receipts of \$5,000,000 or less to 21 the department of revenue for calendar year 2019;
 - (iii) Demonstrate the business was actively engaged in business, and as a result of the governor's proclamations 20-25.8, issued on November 15, 2020, through 20-25.12 ("stay safe-stay healthy"), temporarily totally closed operations. Demonstration of active engagement in business can be given through but is not limited to taxable activity reported to the department of revenue. The department may use other methods to determine if this criterion has been met;
- (iv) Have expenses that are necessary to reopen business operations and the expense is not a federal, state, or local tax, fee, license, or other government revenue;
 - (v) Self-attest that the expense is not funded by any other government or private entity; and
- (vi) Agree to operate in accordance with the requirements of applicable federal, state, and local public health guidance and directives.
- 38 (d) Grant awards are subject to the availability of amounts 39 appropriated in this subsection. The department must conduct outreach 40 to underrepresented and unserved communities observed from prior Code Rev/CC:akl 27 S-4738.1/22

- rounds of awards. The department must ensure equitable distributions of grant funding, including considerations for geographic location and businesses owned by members of historically disadvantaged communities.
 - (e)(i) Eligible businesses may receive up to a \$75,000 grant.
 - (ii) If a business received one or more working Washington small business grants before July 1, 2021, including grants provided pursuant to chapter 3, Laws of 2021, the grant awarded under this subsection must be reduced to reflect the amounts received from previous working Washington small business grants.
- 11 (f) For purposes of this subsection, reopening costs include, but 12 are not limited to:
- 13 (i) Upgrading physical workplaces to adhere to new safety or 14 sanitation standards;
- 15 (ii) Procuring required personal protective supplies for 16 employees and business patrons and clients;
 - (iii) Updating business plans;

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- (iv) Employee costs, including payroll, training, and onboarding;
- (v) Rent, lease, mortgage, insurance, and utility payments; and
- 20 (vi) Securing inventory, supplies, and services for operations.
- (g) Nonprofit organizations are eligible to receive funding under
 (b) or (c) of this subsection if they have a primary business
 activity that has been impacted as described in (b) (v) or (c) (iii) of
 this subsection.
 - (h) The department is authorized to shift funding among the purposes in (b) and (c) of this subsection based on overutilization or underutilization of the different types of grants.
 - (i) Of the total amount provided in this subsection, the department must prioritize allocating the funds as follows:
 - (A) \$25,000,000 for grants under (b) or (c) of this subsection to eligible businesses and nonprofit organizations in the arts, heritage, and science sectors, including those that operate live entertainment venues; and
 - (B) \$25,000,000 for grants under (b) or (c) of this subsection to eligible businesses and nonprofit organizations located in counties that are in phase 2 of the governor's "healthy Washington: roadmap to recovery" plan at the time the business or nonprofit organization applies for funding.
- 39 (87) \$138,000,000 of the general fund—federal appropriation 40 (ARPA) is provided solely for the department to implement small Code Rev/CC:akl 28 S-4738.1/22

- 1 business capital access and other credit support programs under the state small business credit initiative, pursuant to P.L. 117-2. The 2 department may contract with other entities to implement the capital 3 access program and other credit support programs. The department is 4 highly encouraged to use local nonprofit community development 5 6 financial institutions to deliver access to credit to the maximum extent allowed by federal law, rules, and guidelines. The department 7 must apply for the maximum possible allocation of federal funding 8 under P.L. 117-2, including but not limited to funds set aside for 9 extremely small businesses and business enterprises owned and 10 11 controlled by socially and economically disadvantaged individuals. 12 The funding provided in this section also includes federal funds allocated to the state for technical assistance to businesses. The 13 department must ensure businesses owned and controlled by socially 14 and economically disadvantaged individuals, as defined in P.L. 117-2, 15 16 have equitable access to program services.
 - (88)(a) \$6,000,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for the department to create a grant program to reimburse local governments for eligible costs of providing emergency noncongregate sheltering during the COVID-19 public health emergency.
- 22 (b) A city or county is eligible to apply for grant funding if 23 it:
 - (i) Applies to the federal emergency management agency public assistance program for reimbursement of costs to provide emergency non-congregate sheltering; and
 - (ii) Incurs eligible costs.

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- (c) Eligible costs are costs to provide emergency noncongregate sheltering that:
- (i) Were deemed eligible for reimbursement in the federal emergency management agency policy 104-009-18, version 3, titled FEMA emergency non-congregate sheltering during the COVID-19 public health emergency (interim) and dated January 29, 2021; and
- (ii) Are incurred by the applicant beginning January 21, 2021, through September 30, 2021.
 - (d) The department must give priority to applicants who demonstrate use of funds received under P.L. 117-2 for the acquisition, development, and operation of noncongregate sheltering.
- (e) The department must coordinate with the military department to confirm that grant recipients have applied to the federal Code Rev/CC:akl

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emergency management agency public assistance program for costs identified in their grant application.

- (f) For the purposes of this subsection, "noncongregate sheltering" means sheltering provided in locations where each individual or household has living space that offers some level of privacy such as hotels, motels, or dormitories.
- (89) (a) \$400,000 of the general fund—state appropriation for fiscal year 2022 is provided solely to conduct a comprehensive equity review of state capital grant programs administered by the department. The department may, in consultation with interested parties identified in subsection (d) of this section, contract with a consultant to assist with the community engagement and review necessary to complete this review process.
- (b) The purposes of this comprehensive equity review are: To reduce barriers to historically underserved populations' participation in the capital grant programs; to redress inequities in existing capital grant policies and programs; and to improve the equitable delivery of resources and benefits in these programs.
- (c) In completing the comprehensive equity review required under this section, the department shall: (i) Identify changes to policy and operational norms and practices in furtherance of the equity review purposes identified in (b) of this subsection; (ii) identify new investments and programs that prioritize populations and communities that have been historically underserved by capital grant policies and programs; and (iii) include consideration of historic and systemic barriers that may arise due to any of the following factors: (A) Race; (B) ethnicity; (C) religion; (D) income; (E) geography; (F) disability; and (G) educational attainment.
- (d) The department must collaborate with the Washington state commission on African American affairs; the Washington state commission on Asian Pacific American affairs; the Washington state commission on Hispanic affairs; the governor's office of Indian affairs; the governor's committee on disability issues and employment; the office of equity; the office of minority and women's business enterprises; the environmental justice council if established by passage of Engrossed Second Substitute Senate Bill No. 5141; and other interested parties as appropriate to develop and conduct a community engagement process to inform the review.
- 39 (e) The department shall complete the comprehensive equity review 40 under this section and submit a final report, containing all of the Code Rev/CC:akl 30 S-4738.1/22

1 elements and considerations specified in this section, to the 2 legislature by June 30, 2022.

- (90) \$23,000,000 of the general fund—federal appropriation (ARPA) is provided solely for the HOME investment partnerships program pursuant to P.L. 117-2. Of the amount provided in this subsection, \$18,000,000 of the general fund—federal appropriation (ARPA) is provided solely for the department to issue competitive financial assistance to eligible organizations under RCW 43.185A.040 for the acquisition and development of noncongregate shelter units, subject to the following conditions and limitations:
- (a) Grants provided under this subsection may be used to acquire real property for quick conversion into noncongregate shelter units or for renovation and building update costs associated with establishment of the acquired facilities. Grants provided under this subsection may not be used for operating or maintenance costs associated with providing housing, supportive services, or debt service. For the purposes of this subsection, "noncongregate" shelter units means units provided in locations where each individual or household has living space that offers some level of privacy, such as hotels, motels, or dormitories.
- (b) Units acquired or developed under this subsection must serve qualifying individuals or families as defined in P.L. 117-2.
- (c) The department must establish criteria for the issuance of the grants, which must follow the guidelines and compliance requirements of the housing trust fund program and the federal HOME investment partnership program. The criteria must include:
- (i) The date upon which structural modifications or construction would begin and the anticipated date of completion of the project;
- (ii) A detailed estimate of the costs associated with the acquisition and any updates or improvements necessary to make the property habitable for its intended use;
- (iii) A detailed estimate of the costs associated with opening the units; and
- (iv) A financial plan demonstrating the ability to maintain and operate the property and support its intended tenants throughout the end of the grant contract.
- 37 (d) The department must provide a progress report on its website 38 by November 1, 2022. The report must include:
- 39 (i) The total number of applications and amount of funding 40 requested; and

(ii) A list and description of the projects approved for funding including state funding, total project cost, number of units, and anticipated completion date.

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- (e) The funding in this subsection is not subject to the 90 day application periods in RCW 43.185.070 or 43.185A.050.
- (91) \$391,000 of the general fund—state appropriation for fiscal year 2022 and \$391,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for Pacific county to operate or participate in a drug task force to enhance coordination and intelligence while facilitating multijurisdictional criminal investigations.
- (92) \$150,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to a nonprofit organization providing housing services in western Washington to conduct a master planning process for the development of a family-centered drug treatment and housing program. The grant recipient must be a nonprofit organization that has experience administering a comparable program in another region of the state. The program must provide housing units for families with members who have substance use disorders and who are involved in the child welfare system, and services including but not limited to case management, counseling, substance use disorder treatment, and parenting skills classes. The program site must be located within or in close proximity to King county, and include living quarters for families, space for services, and childcare and play areas for children. The nonprofit must include housing developers, service providers, and other interested parties in the master planning process. By December 31, 2021, the nonprofit must submit the plan to the department, the senate ways and means committee, and the house capital budget committee.
- (93) \$150,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization to assist fathers transitioning from incarceration to family reunification. The grant recipient must have experience contracting with the department of corrections to support offender betterment projects and the department of social and health services to provide access and visitation services.
- 38 (94) \$7,500,000 of the general fund—state appropriation for 39 fiscal year 2022 and \$2,500,000 of the general fund—state

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appropriation for fiscal year 2023 are provided solely for grants to community organizations that serve historically disadvantaged populations to conduct outreach and assist community members in applying for state and federal assistance programs, including but not limited to those administered by the departments of social and health services; commerce; and children, youth, and families.

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- (95) \$375,000 of the general fund—state appropriation for fiscal year 2022 and \$375,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to accelerate implementation of the low-income rural home rehabilitation program by contracting with up to seven home rehabilitation agencies, as defined under WAC 365-175-030, in a variety of regions of the state. Funding provided in this subsection may be used by home rehabilitation agencies for program support in order to increase the number of households participating in the program. Home rehabilitation agencies receiving funding under this subsection must provide the department with a summary of their direct and indirect costs associated with implementing the program.
- (96) \$450,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for pre-development activities for state-operated or contracted residential or supportive housing facilities at the Pacific hospital preservation and development authority buildings three through ten in Seattle, to help carry out Washington state's plans for new community-based residential facilities, including supportive housing. The facilities may be used for behavioral health, long-term care, developmentally disabled community housing, recovery residences, state-operated alternatives, group homes, or family-centered substance use disorder recovery housing. The amounts provided in this subsection may be used for concept development, planning, lease payments, and other related expenses for pre-development of state- or nonprofit-operated residential facilities identified by the health care authority or the departments of social and health services, children, youth, and families, and commerce. The department is authorized to enter into a short-term lease, with an option to enter into a multiyear extension, for the Pacific hospital preservation and development authority quarters buildings three through ten.
- (97) \$80,000 of the general fund—state appropriation for fiscal year 2022 and \$80,000 of the general fund—state appropriation for

- fiscal year 2023 are provided solely for a grant to a nonprofit organization dedicated to supporting forest health restoration located in Okanogan county for work toward a biochar research and demonstration project and initial efforts toward full-size operation of an industrial-sized facility in the Methow valley.
 - (98) \$6,800,000 of the general fund—state appropriation for fiscal year 2022 and \$8,200,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for grants to crime victim services providers for victim assistance programs. The department must distribute the funds in accordance with the methodologies used to distribute federal victims of crime act victim assistance funding.
 - (99) (a) \$225,000 of the general fund—state appropriation for fiscal year 2022 and \$225,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to appoint and maintain an aviation and aerospace advisory committee to generally advise the director of the department and the secretary of the department of transportation on matters related to aviation and aerospace in Washington state. The advisory committee must develop recommendations regarding operating budget and capital budget requests relating to aviation and aerospace needs, and strategies to enhance the safe and effective use of public use airports and aerospace facilities in Washington state. The aviation and aerospace advisory committee must also advise the director and secretary, or their designees, and make recommendations on the following matters:
 - (i) Employment of emerging aviation and aerospace technologies to include unmanned, autonomous, and alternative propulsion systems;
 - (ii) New, changed, or proposed federal regulations;
- 29 (iii) Industry needs to remain nationally and internationally 30 competitive;
 - (iv) Policy considerations;

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- (v) Funding priorities and capital project needs;
- (vi) Methods to reduce greenhouse gas emissions;
- 34 (vii) Workforce development needs and opportunities;
- 35 (viii) Multimodal requirements; and
- 36 (ix) Other matters pertaining to the aviation and aerospace 37 industries as the aviation and aerospace advisory committee deems 38 appropriate.

(b) The director of the department of commerce, or the director's designee, shall appoint members to the aviation and aerospace advisory committee including, at a minimum:

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- (i) Two county commissioners, one from east of the crest of the Cascade mountains and one from west of the crest of the Cascade mountains;
- (ii) An owner of an aviation company and an owner of an aerospace company or their representatives;
- (iii) The director of the aviation division of the department of transportation, or the director's designee;
 - (iv) Two individuals who are top executive officials of a commercial service airport, typically with the title of chief executive officer, airport director, or executive director, one from an airport located east of the crest of the Cascade mountains and one from an airport located west of the crest of the Cascade mountains;
 - (v) Advisory members from the federal aviation administration;
- 17 (vi) The aerospace lead from the department of commerce or a 18 representative of the department;
- 19 (vii) A representative of a statewide environmental organization;
- 20 (viii) A representative of the military department;
- 21 (ix) A representative of the state board for community and 22 technical colleges;
 - (x) Representatives from airport associations;
- 24 (xi) Representatives from an aviation and aerospace educational 25 program; and
- 26 (xii) Representatives from both aviation and aerospace 27 associations.
 - (c) The director of the department and the secretary of the department of transportation, or their designees, shall serve as the administrative cochairs of the aviation and aerospace advisory committee.
 - (d) The department must provide staff support for all aviation and aerospace advisory committee meetings.
- 34 (e) The aviation and aerospace advisory committee must meet at 35 the call of the administrative cochairs for any purpose that directly 36 relates to the duties set forth in (a) of this subsection, or as 37 otherwise requested by the director, secretary, or their designees as 38 the administrative cochairs.
- 39 (f) In consultation with the aviation and aerospace advisory 40 committee, the department must develop a strategic plan for the Code Rev/CC:akl 35 S-4738.1/22

- 1 department's aerospace, aviation, and airport economic development program. The strategic plan should identify: (i) Changing market 2 3 conditions in the aerospace industry; (ii) emerging opportunities to diversify and grow Washington's aerospace sector; and (iii) 4 strategies and action steps to build on the state's core strengths in 5 6 aerospace infrastructure and workforce expertise to diversify and grow employment in Washington's aerospace sector. The department must 7 submit the strategic plan to the appropriate committees of the 8 legislature by June 30, 2023. 9
- 10 (g) The cochairs may seek recommendations and input from the 11 aviation and aerospace advisory committee to inform the legislature 12 on aviation and aerospace issues.

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- (100) (a) \$300,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for the department to convene a work group on reducing racial disparities in Washington state homeownership rates. The goals of the work group are to assess perspectives on housing and lending laws, policies, and practices; facilitate discussion among interested parties; and develop budgetary, administrative policy, and legislative recommendations.
- (b) The director of the department, or the director's designee, must chair the work group. The department must, in consultation with the Washington state office of equity and the governor's office of Indian affairs, appoint a minimum of twelve members to the work group representing groups including but not limited to:
 - (i) Organizations and state entities led by and serving Black, indigenous, and people of color;
- 27 (ii) State or local government agencies with expertise in housing 28 and lending laws;
- 29 (iii) Associations representing cities and housing authorities; 30 and
- 31 (iv) Professionals from private-sector industries including but 32 not limited to banks, credit unions, mortgage brokers, and housing 33 developers.
 - (c) The department must convene the first meeting of the work group by August 1, 2021. The department must submit a final report to the governor and appropriate committees of the legislature by ((August)) November 1, 2022. The final report must:
- 38 (i) Evaluate the distribution of state affordable housing funds 39 and its impact on the creation of homeownership units serving Black, 40 indigenous, and people of color;

1 (ii) Evaluate the eligibility requirements, access, and use of 2 state-funded down payment assistance funds, and their impact on 3 homeownership rate disparities;

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- (iii) Review barriers preventing Black, indigenous, and people of color from accessing credit and loans through traditional banks for residential loans; and
- (iv) Provide budgetary, administrative policy, and legislative recommendations to increase ownership unit development and access to credit.
- 10 (101) \$225,000 of the general fund—state appropriation for fiscal year 2022 and \$225,000 of the general fund—state appropriation for 11 12 fiscal year 2023 are provided solely for the department to convene a 13 task force to make recommendations regarding needed reforms to the state's growth policy framework, including the growth management act, 14 state environmental policy act, and other statutes related to growth, 15 economic development, housing, 16 social environmental conservation. The process will build upon the findings, 17 18 recommendations in recent state-funded reports, and 19 including the "road map to Washington's future" issued by the William 20 D. Ruckelshaus center in 2019, the report of the environmental justice task force issued in 2020, and "updating Washington's growth 21 policy framework" issued by the University of Washington in 2021. The 22 23 task force must involve diverse perspectives including but not limited to representatives of counties, cities, special districts, 24 25 the real estate, building, and agricultural industries, planning and environmental organizations, tribal governments, and state agencies. 26 27 Special effort must be made to include in these discussions the lived 28 experiences and perspectives of people and communities who have too 29 often been excluded from public policy decision-making and unevenly 30 impacted by those decisions. The work group must report on its activities and recommendations prior to the 2022 and 2023 legislative 31 32 sessions.
 - (102) \$80,000 of the general fund—state appropriation for fiscal year 2022 and \$80,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization located in the city of Seattle for providing resident services and on-site programming for affordable housing residents in Delridge, supporting local youth with leadership pathways, and other

1 community development initiatives that improve the health and wellbeing of southwest Seattle residents.

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- (103) \$61,000 of the general fund—state appropriation for fiscal year 2022 and \$31,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for San Juan county health and community services to enter into an agreement with the United States geological survey to evaluate available groundwater, surface water, and meteorological data for the county, complete recharge estimations for the county, and update the water balance for the county.
- (104) \$140,000 of the general fund—state appropriation for fiscal year 2022 is provided solely to contract with businesses ending slavery and trafficking for a human trafficking initiative.
- (a) Of the amounts provided in this subsection, \$60,000 of the general fund—state appropriation for fiscal year 2022 is provided solely to extend job readiness services and employment opportunities for survivors of human trafficking and persons at risk of human trafficking, in near-airport communities in south King county.
- (b) Of the amounts provided in this subsection, \$80,000 of the general fund—state appropriation for fiscal year 2022 is provided solely to develop a national awareness campaign. The campaign will increase signage in seaports, airports, and near-airport communities so that people who are vulnerable to trafficking or experiencing human trafficking can access assistance through the national human trafficking hotline.
- (105) \$278,000 of the general fund—state appropriation for fiscal year 2022 and \$277,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for a grant to a nonprofit organization within the city of Tacoma for social services and educational programming to assist Latino and indigenous communities in honoring heritage and culture, becoming proficient in civic education, and overcoming barriers to social, political, racial, economic, and cultural community development.
- (106) \$100,000 of the general fund—state appropriation for fiscal year 2022 and \$150,000 of the general fund—state appropriation for fiscal year 2023 are provided solely to provide college accredited courses through alternative methods to disadvantaged adults, such as those experiencing homelessness, who are low-income, come generational poverty, or have a disabling condition, including those that are further impacted by systemic racism, who do not believe they

can be successful or have not yet contemplated college for their future with the intent of engaging these individuals in further education to increase their lifelong wage potential.

- (107) (a) \$351,000 of the general fund—state appropriation for fiscal year 2022 and \$332,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to contract with a nonprofit organization with demonstrated expertise in the creative arts and strategic planning to establish a Washington state creative economy work group that within two years, and with the advice of the work group, develops a strategic plan to improve the Washington state creative economy that can be rolled out in incremental phases to reach identified economic, social justice, and business development goals.
- (b) The goal of the strategic plan must be to ensure that the state of Washington is competitive with respect to attracting creative economy business, retaining talent within the state, and developing marketable content that can be exported for national and international consumption and monetization. The strategic plan must address support for the creative community within historically marginalized communities, as well as the creative economy at large, and take into account the diverse interests, strengths, and needs of Washington's population on both sides of the Cascade mountains.
- (c) The chair of the work group must be the director of the nonprofit organization contracted with by the department or the director's designee, and must have significant experience working as an artist, producer, or director and in business development, including drafting business plans and multidisciplinary planning documents. The chair must appoint representatives to the work group who represent the range of demographic diversity across the state of Washington, including:
- 31 (i) A representative from the Washington state association of 32 counties;
 - (ii) A representative from the association of Washington cities;
 - (iii) A representative from the Washington state arts commission;
 - (iv) A representative from the Washington state labor council;
 - (v) A representative from the banking industry with experience in matters involving the federal small business administration;
- (vi) An appropriate number of representatives from the Washington state arts community including, but not limited to, the following sectors:

- 1 (A) Film, television, and video production;
- 2 (B) Recorded audio and music production;
- 3 (C) Animation production;
- 4 (D) Video game development;
- 5 (E) Live theater, orchestra, dance, and opera;
- 6 (F) Live music performance;

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- 7 (G) Visual arts, including sculpture, painting, graphic design, 8 and photography;
- 9 (H) Production facilities, such as film and television studios; 10 and
- 11 (I) Live music or performing arts venues;
- (vii) A representative from a certified public accounting firm or other company with experience in financial modeling and in the creative arts;
 - (viii) A representative selected by the Washington state commission on African American affairs, the Washington state commission on Hispanic affairs, the governor's office of Indian affairs, and the Washington state commission on Asian Pacific American affairs to represent the entities on the work group;
- 20 (ix) A representative of a federally recognized Indian tribe with 21 a reservation located east of the crest of the Cascade mountains;
 - (x) A representative of a federally recognized Indian tribe with a reservation located west of the crest of the Cascade mountains; and
 - (xi) Other state agency representatives or stakeholder group representatives, at the discretion of the work group, for the purpose of participating in specific topic discussions.
 - (d) In developing the strategic plan for the Washington state creative economy, the work group must:
 - (i) Identify existing studies of aspects affecting the creative economy, including studies relating to tax issues, legislation, finance, population and demographics, and employment;
 - (ii) Conduct a comparative analysis with other jurisdictions that have successfully developed creative economy plans and programs, including the states of Georgia and New Mexico, and the provinces of British Columbia and Ontario, Canada;
- 36 (iii) Conduct in-depth interviews to identify best practices for 37 structuring a strategic plan for the state of Washington;
- (iv) Evaluate existing banking models for financing creative economy projects in the private sector and develop a financial model to promote investment in Washington's creative economy;

1 (v) Evaluate existing state and county tax incentives and make 2 recommendations for improvements to support the creative economy;

- (vi) Identify the role that counties and cities play with respect to the strategic plan, and identify specific counties and cities that may need or want a stronger creative economy;
- (vii) Identify opportunities for synergies with new business models and the integration of new technologies; and
- (viii) Identify the role that state education programs in the creative arts play in the creative economy and with respect to advancing the strategic plan.
- (e) The department of commerce shall facilitate the timely transmission of information and documents from all appropriate state departments and agencies to the nonprofit organization contracted under this subsection. The work group must report its findings and recommendations to the appropriate committees of the legislature by December 1, 2022. The contracted nonprofit must administer the expenses of the work group.
- (108) \$300,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to a nonprofit museum and science and technology center located in the city of Seattle that provides youth educational programming related to discovery, experimentation, and critical thinking in the sciences for a maker and innovation lab and to develop and operate new experiential learning opportunities.
- (109) \$125,000 of the general fund—state appropriation for fiscal year 2022 and \$125,000 of the general fund—state appropriation for fiscal year 2023 are provided solely to contract with a statewide association that supports a network of local asset building coalitions for programs to increase the financial stability of low-income Washingtonians adversely affected economically by COVID-19 through increasing participation in earned income tax credit refunds, the Washington retirement marketplace, and programs that build personal savings.
- 34 (110) \$421,000 of the general fund—state appropriation for fiscal 35 year 2022 is provided solely for the department to continue starting 36 up the Washington state office of firearm safety and violence 37 prevention, including the creation of a state and federal grant 38 funding plan to direct resources to cities that are most impacted by 39 community violence.

- (111) \$250,000 of the general fund—state appropriation for fiscal year 2022 and \$250,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to conduct a study and report to the legislature on city and county implementation of the multifamily housing property tax exemption. The report must:
 - (a) Review whether cities have practices in five areas:

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- (i) Evaluating the financial feasibility and total costs of proposed developments under the exemption;
- 9 (ii) Monitoring rent, occupancy, and demographics of tenants of 10 exempt housing;
- 11 (iii) Identifying direct or indirect displacement risks, and 12 changes in income and rent distributions associated with new housing 13 development, and plans and approaches;
- 14 (iv) Identifying practices that encourage permanent affordable 15 rental opportunities; and
- 16 (v) Monitoring whether the exemption assists cities in meeting 17 goals under the growth management act;
- 18 (b) Identify at least five case studies on a range of cities and 19 provide analysis:
 - (i) Comparing the rent in income restricted units to market rate units in the same development and to the surrounding area;
 - (ii) Comparing the anticipated impact on rents and project budgets, and on public benefit under eight-year, 12-year, and 20-year property tax exemption scenarios;
 - (iii) Looking at permanent affordable rentals; and
 - (iv) Evaluating changes in income distribution, rent distribution, commute/location, and displacement risks in areas with exempt housing; and
 - (c) Estimate other state and local tax revenue generated by new housing developments and how it compares to the property tax exemption.
 - (112) \$195,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for a grant to Spokane county for costs related to redistricting activities required by chapter 36.32 RCW.
- 35 (113) \$130,000 of the general fund—state appropriation for fiscal 36 year 2022 and \$130,000 of the general fund—state appropriation for 37 fiscal year 2023 are provided solely for the department to contract 38 with a nonprofit organization to provide tiny homes for veterans.

1 (114) \$210,000 of the general fund—state appropriation for fiscal year 2022 and \$90,000 of the general fund—state appropriation for 2 3 fiscal year 2023 are provided solely for the department to perform an 4 analysis of the property operations and maintenance costs and tenant supportive services costs for affordable housing projects that 5 receive funding from the Washington housing trust fund. The projects 6 7 to be analyzed must include, but are not limited to, permanent supportive housing and youth housing taking into consideration 8 housing projects that have been in service for a sufficient time that 9 actual costs can be determined. The analysis shall include a 10 11 categorized overview of the expenses and fund sources related to the 12 maintenance, operations, and supportive services necessary for the 13 affordable housing projects to be successful in housing the intended 14 population, as well as identify other available funding sources for these costs. The analysis must also explore the timing and alignment 15 challenges for pairing operational and supportive services funding 16 17 with the initial capital investments, and make recommendations 18 relating to any benchmarks that can be established regarding future 19 costs that would impact the operating budget, and about the state's role in planning, support, and oversight to ensure long-term 20 21 sustainability of these projects. The department may hire a 22 consultant to conduct this study. The department shall report its 23 findings and recommendations to the office of financial management 24 and the appropriate committees of the legislature by December 1, 2022. 25

(115) \$157,000 of the general fund—state appropriation for fiscal year 2022 and \$154,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Second Substitute Senate Bill No. 5383 (public telecom services). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.

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(116) \$1,555,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 5141 (environmental justice task force). If the bill is not enacted by June 30, 2021, the amount provided in this subsection shall lapse.

(117) \$946,000 of the general fund—state appropriation for fiscal year 2022 and \$921,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Second

Substitute Senate Bill No. 5368 (rural economic development). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.

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- (118) \$114,000 of the general fund—state appropriation for fiscal year 2022 and \$110,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Second Substitute Senate Bill No. 5287 (affordable housing incentives). If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
- 10 (119) \$250,000 of the general fund—state appropriation for fiscal 11 year 2022 and \$250,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Senate 12 13 Bill No. 5345 (industrial waste program). Of the amounts provided in 14 this subsection, \$175,000 of the general fund—state appropriation for fiscal year 2022 and \$175,000 of the general fund—state appropriation 15 for fiscal year 2023 are provided solely for grants to local 16 17 industrial waste symbiosis projects as provided in the bill. If the 18 bill is not enacted by June 30, 2021, the amounts provided in this 19 subsection shall lapse.
 - (120) \$1,250,000 of the general fund—state appropriation for fiscal year 2022 and \$1,250,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for implementation of Engrossed Substitute Senate Bill No. 5353 (law enforcement community engagement). Of the amounts provided in this subsection, \$500,000 of the general fund—state appropriation for fiscal year 2022 and \$500,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for grants awarded under this bill. If the bill is not enacted by June 30, 2021, the amounts provided in this subsection shall lapse.
 - (121) \$66,000 of the general fund—state appropriation for fiscal year 2022 is provided solely for implementation of Second Substitute Senate Bill No. 5183 (nonfatal strangulation). If the bill is not enacted by June 30, 2021, the amount provided in this subsection shall lapse.
- 35 (122) \$40,000 of the general fund—state appropriation for fiscal 36 year 2022 is provided solely for implementation of Substitute Senate 37 Bill No. 5126 (climate commitment). If the bill is not enacted by 38 June 30, 2021, the amount provided in this subsection shall lapse.

- 1 (123) \$2,500,000 of the general fund—state appropriation for 2 fiscal year 2022 and \$2,500,000 of the general fund—state 3 appropriation for fiscal year 2023 are provided solely for the 4 department to administer a competitive grant program for grants to 5 community-based programs to provide reentry services for formerly to facilitate successful 6 incarcerated persons and supports 7 transitions to the community. The department must work collaboration with the statewide reentry council to administer the 8 program. Applicants must provide a project proposal to the department 9 as a part of the application process. Grant awards provided under 10 11 this subsection may be used for costs including but not limited to 12 housing, case management and navigators, employment services, family 13 reunification, and legal services to respond to collateral impacts of 14 reentry. The department must award at least 30 percent of the funding 15 provided in this subsection to applicants located in rural counties.
 - (124) \$2,500,000 of the general fund—state appropriation for fiscal year 2022 and \$2,500,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to administer grants to diaper banks for the purchase of diapers, wipes, and other essential baby products, for distribution to families in need. The department must give priority to providers serving or located in marginalized, low-income communities or communities of color; and providers that help support racial equity.

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- (125)(a) \$5,000,000 of the coronavirus state fiscal recovery fund —federal appropriation is provided solely for the department to provide grant funds to Clallam county to support the preservation of private marine transportation activities and jobs associated with such activities that have been directly impacted by the closure of the United States-Canada border during the COVID-19 pandemic.
- (b) To be eligible for a grant from the county under this subsection the business must:
 - (i) Apply for or have applied for the grant from the county;
 - (ii) Have expenses that are necessary to continue business operations and the expense is not a federal, state, or local tax, fee, license, or other government revenue;
- 36 (iii) Provide documentation to demonstrate that the expense is 37 not funded by any other government or private entity;

- 1 (iv) Demonstrate the business was actively engaged in business, 2 and as a result of the border closures the business temporarily 3 totally closed operations;
 - (v) Have experienced at least a significant reduction in business income or activity related to United States-Canada border closures;
 - (vi) Agree to operate in accordance with the requirements of applicable federal, state, and local public regulations including health and safety measures;
- 9 (vii) Demonstrate significant economic contribution of their 10 business to the state and local economy; and
- 11 (viii) Be a majority United States owned entity operating a 12 United States flag vessel registered and operated under the laws of 13 the United States.
- 14 (c) Grant funds may be used only for expenses incurred on or after March 1, 2020. Eligible expenses for grant funds include:
- 16 (i) Upgrading physical workplaces to adhere to new safety or sanitation standards;
 - (ii) Procuring required personal protective supplies for employees and business patrons and clients;
 - (iii) Updating business plans;

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- (iv) Employee costs, including payroll, training, and onboarding;
 - (v) Rent, lease, mortgage, insurance, and utility payments;
- 23 (vi) Securing inventory, supplies, and services for operations; 24 and
- (vii) Maintenance and operations costs associated with vessel operations.
 - (d) The county must submit a report to the department by June 30, 2022, outlining the use of funds, specific expenditures of the grantees, and revenue and expenses of the grantees including additional government or private funds or grants received.
- (126) \$1,656,000 of the general fund—state appropriation for 31 fiscal year 2022 and \$1,615,000 of the general fund—state 32 33 appropriation for fiscal year 2023 are provided solely for the 34 department to publish the guidelines and guidance set forth in (a), (b), and (c) of this subsection. The department shall publish the 35 36 quidelines and quidance described in (a), (b), and (c) of this subsection no later than June 30, 2023. From amounts provided in this 37 38 subsection, pursuant to an interagency agreement, the department shall provide funding to the department of ecology, the department of 39 40 health, the department of fish and wildlife, the department of Code Rev/CC:akl 46 S-4738.1/22

1 natural resources, the department of health, and the emergency management division of the military department to fund activities 2 that support the work specified in (a), (b) and (c) of this 3 subsection. 4

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- (a) The department, in consultation with the department ecology, the department of health, and the department transportation, shall publish guidelines that provide a set actions counties and cities may take, under existing statutory authority, through updates to their comprehensive plans development regulations that have a demonstrated ability to reduce greenhouse gas emissions in order to achieve the statewide greenhouse gas emissions reductions set forth in RCW 70A.45.020(1), allowing for consideration of the emissions reductions achieved through the adoption of statewide programs. The guidelines must prioritize reductions in communities that have experienced disproportionate harm due to air pollution and may draw upon the most recent health disparities data from the department of health to identify high pollution areas and disproportionately burdened communities.
 - The department, in consultation with the department of transportation, shall publish guidelines that specify a set actions counties and cities may take through updates to their comprehensive plans and development regulations that have a demonstrated ability to reduce per capita vehicle miles traveled, including measures that are designed to be achievable throughout the state, including in small cities and rural cities.
 - (c) The department shall develop, in collaboration with the department of ecology, the department of fish and wildlife, the department of natural resources, the department of health, and the emergency management division of the military department, as well as any federally recognized tribe who chooses to voluntarily participate, guidance that creates a model climate change and resiliency element that may be used by counties, cities, and multiple-county planning regions for developing and implementing climate change and resiliency plans and policies subject to the following provisions:
- (i) The model element should provide guidance on identifying, designing, and investing in infrastructure that supports community resilience to climate impacts, including the protection, restoration, and enhancement of natural infrastructure as well as traditional infrastructure and protecting natural areas resilient to climate

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1 impacts, as well as areas of vital habitat for safe passage and 2 species migration;

- (ii) The model element should provide guidance on identifying and addressing natural hazards created or aggravated by climate change, including sea level rise, landslides, flooding, drought, heat, smoke, wildfires, and other effects of reasonably anticipated changes to temperature and precipitation patterns;
- (iii) The model element must recognize and promote as many cobenefits of climate resilience as possible, such as salmon recovery, ecosystem services, and supporting treaty rights; and
- (iv) The model element must prioritize actions in communities that will disproportionately suffer from compounding environmental impacts and will be most impacted by natural hazards due to climate change and may draw upon the most recent health disparities data from the department of health to identify disproportionately burdened communities.
- (d) If the department publishes any subsequent updates to the guidelines published pursuant to (a) or (b) of this subsection, the department shall include in any such update a determination of whether adequate progress has been made toward the statewide greenhouse gas and per capita vehicle miles traveled reduction goals. If adequate progress is not being made, the department must identify in any updates to the guidelines what additional measures cities and counties may take in order to make further progress.
- (e) The department, in the course of implementing this subsection, shall provide and prioritize options that support housing diversity and that assist counties and cities in meeting greenhouse gas emissions reduction and other requirements established under chapter 70A.45 RCW.
- (127) \$240,000 of the general fund—state appropriation for fiscal year 2022 and \$95,000 of the general fund—state appropriation for fiscal year 2023 are provided solely for the department to collaborate with the department of children, youth, and families to jointly convene and facilitate a child care collaborative task force to continue the work of the task force created in chapter 368, Laws of 2019 (2SHB 1344) to establish a true cost of quality of child care. The task force shall report its findings and recommendations to the governor and the appropriate committees of the legislature by November 1, 2022.

1 (128) \$10,000,000 of the Washington housing trust account—state 2 appropriation is provided solely for housing that serves people with 3 intellectual and developmental disabilities."

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By Committee on Business, Financial Services & Trade

On page 1, line 1 of the title, after "Relating to" strike the remainder of the title and insert "all parties in a real estate transaction by clarifying statutory duties and considering issues regarding communication; amending RCW 18.86.030; amending 2021 c 334 s 129 (uncodified); and creating a new section."

- EFFECT: (1) Requests the Department of Commerce's work group on reducing racial disparities in Washington State homeownership rates to consider the use of certain communications from buyers of residential real estate to sellers and provide recommendations in their report to the legislature.
- (2) Changes the date the housing disparity work group must submit their report to the legislature from August 1, 2022, to November 1, 2022.
 - (3) Amends the title to reflect the changes in the bill.

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