



# **PROPOSED SENATE 2014 SUPPLEMENTAL OPERATING BUDGET (REVISED)**

**REVISED PROPOSED SUBSTITUTE  
SB 6002**

# **SENATE CHAIR**

**SENATE WAYS & MEANS COMMITTEE  
FEBRUARY 26, 2014**

1       AN ACT Relating to fiscal matters; amending RCW 41.05.130,  
2 43.43.839, 43.101.220, 43.320.110, 43.350.070, 50.16.010, 51.44.170,  
3 67.70.230, 77.36.170, and 82.08.160; amending 2013 2nd sp.s. c 4 ss  
4 101, 103, 105, 106, 110, 112, 113, 114, 115, 116, 119, 120, 121, 123,  
5 124, 125, 126, 127, 128, 129, 130, 131, 132, 134, 135, 136, 137, 138,  
6 139, 140, 141, 142, 143, 144, 145, 147, 148, 149, 201, 202, 203, 204,  
7 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218,  
8 219, 220, 221, 222, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310,  
9 311, 401, 402, 501, 502, 505, 506, 507, 508, 509, 510, 511, 512, 513,  
10 514, 515, 516, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612,  
11 613, 614, 615, 616, 617, 618, 619, 620, 701, 702, 703, 704, 706, 710,  
12 801, 802, 803, 804, 805, 932, 933, 937, 939, and 943 (uncodified);  
13 adding new sections to 2013 2nd sp.s. c 4 (uncodified); adding a new  
14 section to chapter 28A.710 RCW; making appropriations; and declaring an  
15 emergency.

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

17                   **PART I**  
18                   **GENERAL GOVERNMENT**

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

**FOR THE HOUSE OF REPRESENTATIVES**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$30,789,000</del> ))
	<u>\$30,781,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$31,075,000</del> ))
	<u>\$31,065,000</u>
Motor Vehicle Account--State Appropriation . . . . .	\$1,765,000
TOTAL APPROPRIATION . . . . .	(( <del>\$63,629,000</del> ))
	<u>\$63,611,000</u>

**Sec. 102.** 2013 2nd sp.s. c 4 s 103 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$62,000</del> ))
	<u>\$235,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$111,000</del> ))
	<u>\$458,000</u>
Performance Audits of Government Account--State	
Appropriation . . . . .	\$5,641,000
Medical Aid Account--State Appropriation . . . . .	\$332,000
Accident Account--State Appropriation . . . . .	\$332,000
TOTAL APPROPRIATION . . . . .	(( <del>\$6,478,000</del> ))
	<u>\$6,998,000</u>

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

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

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

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

(4) The joint legislative audit and review committee shall conduct an audit of Washington's state research universities. The purpose of

1 the audit is to identify cost and profit centers within, and in  
2 partnership with, the research universities. The audit must focus on  
3 public funds; student fees, in particular tuition; and auxiliary  
4 enterprises, which for the purposes of the audit at the University of  
5 Washington includes University of Washington medical center, the  
6 internal lending program, the W fund, and the center for  
7 commercialization. The audit at each university must achieve the  
8 following:

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

13 (b) Obtain the university's definition of auxiliary enterprises and  
14 determine the number of auxiliary enterprises, including the University  
15 of Washington medical center, the University of Washington internal  
16 lending program, the W fund, and the center for commercialization, that  
17 exist in the university system, the methods the university uses to  
18 track revenue and expenditures of auxiliary enterprises, and the  
19 policies and practices the university has in place to ensure that state  
20 funding is not used to supplement or guarantee projects or programs  
21 authorized by auxiliary enterprises;

22 (c) Identify how much money is being spent on undergraduate  
23 education and to what extent undergraduate education is subsidizing  
24 graduate education; and

25 (d) Determine how tuition funds are being used and to what extent  
26 they are being used to fund the University of Washington medical  
27 center, the University of Washington internal lending program, the W  
28 fund, and the center for commercialization and to back bonds authorized  
29 by the university.

30 (5) The committee shall conduct a study of the current methods of  
31 collecting legal financial obligations and compare those methods with  
32 other debt collection methods, including contracting for debt  
33 collection of legal financial obligations. The study shall include  
34 analysis of the costs and revenues of current methods and compare those  
35 to alternatives, and include analysis of the impact of current methods  
36 and alternatives to revenues received by the state. Included shall be  
37 an examination of costs and revenue generation before and after the  
38 implementation of chapter 379, Laws of 2003 (SSB 5990) and chapter 362,

1 Laws of 2005 (SSB 5256) and analysis of whether these changes met the  
2 legislative goals of reducing costs and increasing collections. A  
3 report on the results of the analysis shall be presented to the  
4 appropriate committees of the legislature by December 2014.

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

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

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

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

33 (b) Estimates of time in each category;

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

36 (d) When noninstructional hours occur;

37 (e) How noninstructional hours are used, including how much

1 noninstructional time is devoted to professional development for the  
2 purposes of teacher and principal evaluation training or common core  
3 state standards training; and

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

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

10 (9) The committee shall review funding enhancement formulas that  
11 provide minimum staffing unit funding to small school districts and  
12 districts with school plants that have been judged by the state board  
13 of education to be remote and necessary. The committee will make an  
14 assessment of the current formulas and report any recommended  
15 adjustments to the legislative fiscal committees of the senate and the  
16 house of representatives by November 1, 2014. In assessing the current  
17 formulas, the committee may consider: Enhancements being made to basic  
18 education funding in the 2013-2015 omnibus appropriations act and  
19 committed to under Engrossed Substitute House Bill No. 2261 (chapter  
20 548, Laws of 2009) and Substitute House Bill No. 2776 (chapter 236,  
21 Laws of 2010); developments in technology or educational service  
22 delivery since the formulas were established; practices in other  
23 states; districts' ability to provide students with access to a program  
24 of education; and inter-district equity.

25 ~~((+12+))~~ (10) In carrying out the report required by RCW 44.28.157,  
26 the committee shall include by December 2014, an analysis of the  
27 impacts of using the Washington health benefit exchange established in  
28 chapter 43.71 RCW as a mechanism for providing health insurance for  
29 part-time certificated and classified K-12 public school employees.  
30 The analysis shall be conducted in coordination with the health care  
31 authority and shall include a review of how the exchange, federal  
32 health premium tax credits and subsidies for out-of-pocket expenses  
33 administered through the exchange, and Medicaid expansion have  
34 impacted, or could impact, health care costs for individuals, school  
35 districts, and the state. The analysis shall also include a review of  
36 the cost of stand-alone dental plans.

37 (11) \$174,000 of the general fund--state appropriation for fiscal  
38 year 2014 and \$348,000 of the general fund--state appropriation for

fiscal year 2015 are provided solely for the purposes of Engrossed Substitute Senate Bill No. 6512 (federal funding and state law). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

**Sec. 103.** 2013 2nd sp.s. c 4 s 105 (uncodified) is amended to read as follows:

**FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

General Fund--State Appropriation (FY 2014)	.. . . . ((\$8,004,000))
	<u>\$8,119,000</u>
General Fund--State Appropriation (FY 2015)	.. . . . ((\$7,973,000))
	<u>\$8,088,000</u>
TOTAL APPROPRIATION	.. . . . ((\$15,977,000))
	<u>\$16,207,000</u>

**Sec. 104.** 2013 2nd sp.s. c 4 s 106 (uncodified) is amended to read as follows:

**FOR THE OFFICE OF THE STATE ACTUARY**

General Fund--State Appropriation (FY 2014)	.. . . . \$250,000
General Fund--State Appropriation (FY 2015)	.. . . . \$1,313,000
General Fund--Federal Appropriation	.. . . . \$163,000
State Health Care Administration Account	.. . . . \$227,000
Department of Retirement Systems Expense	
Account--State Appropriation	.. . . . ((\$3,529,000))
	<u>\$3,543,000</u>
TOTAL APPROPRIATION	.. . . . \$5,496,000

(1) \$250,000 of the general fund--state appropriation for fiscal year 2014 and \$1,150,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for contracted actuarial support to the task force established in chapter 338, Laws of 2013. The state actuary shall coordinate with the forecast per capita technical work groups for physical health, behavioral health, and chemical dependency services, and with the research and data analysis division within the department of social and health services, in developing a statement and scope of work for a request for proposals. The state actuary shall manage and provide objective oversight to the selection process of an actuarial firm and also manage the ongoing development and delivery of work products for the task force to review. The scope of work for the

1 contracted actuary must include a review of the current public  
2 purchasing and delivery system design for both medicaid and nonmedicaid  
3 services related to health, behavioral health, and chemical dependency.

4 (2) \$163,000 of the general fund--state appropriation for fiscal  
5 year 2015, \$163,000 of the general fund--federal appropriation, and  
6 \$227,000 of the state health care administration account appropriation  
7 are provided to improve the legislature's access to independent and  
8 objective health care actuarial analysis for the state medicaid and  
9 public employee benefits programs.

10 **Sec. 105.** 2013 2nd sp.s. c 4 s 110 (uncodified) is amended to read  
11 as follows:

12 **FOR THE SUPREME COURT**

13	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$6,911,000</del> ))
14		<u>\$6,949,000</u>
15	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$6,836,000</del> ))
16		<u>\$6,924,000</u>
17	TOTAL APPROPRIATION . . . . .	(( <del>\$13,747,000</del> ))
18		<u>\$13,873,000</u>

19 **Sec. 106.** 2013 2nd sp.s. c 4 s 112 (uncodified) is amended to read  
20 as follows:

21 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

22	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,068,000</del> ))
23		<u>\$1,069,000</u>
24	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$994,000</del> ))
25		<u>\$993,000</u>
26	TOTAL APPROPRIATION . . . . .	\$2,062,000

27 **Sec. 107.** 2013 2nd sp.s. c 4 s 113 (uncodified) is amended to read  
28 as follows:

29 **FOR THE COURT OF APPEALS**

30	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$15,691,000</del> ))
31		<u>\$15,803,000</u>
32	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$15,685,000</del> ))
33		<u>\$15,869,000</u>
34	TOTAL APPROPRIATION . . . . .	(( <del>\$31,376,000</del> ))
35		<u>\$31,672,000</u>



1       **Sec. 108.** 2013 2nd sp.s. c 4 s 114 (uncodified) is amended to read  
2 as follows:

3 **FOR THE ADMINISTRATOR FOR THE COURTS**

4	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$51,085,000</del> ))
5		<u>\$51,497,000</u>
6	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$50,771,000</del> ))
7		<u>\$51,037,000</u>
8	General Fund--Federal Appropriation . . . . .	\$2,125,000
9	General Fund--Private/Local Appropriation . . . . .	\$658,000
10	Judicial Information Systems Account--State	
11	Appropriation . . . . .	(( <del>\$46,611,000</del> ))
12		<u>\$53,634,000</u>
13	Judicial Stabilization Trust Account--State	
14	Appropriation . . . . .	\$6,691,000
15	TOTAL APPROPRIATION . . . . .	(( <del>\$157,941,000</del> ))
16		<u>\$165,642,000</u>

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

19       (1) \$1,500,000 of the judicial information systems account--state  
20 appropriation is provided solely for development and implementation of  
21 the information network hub project.

22       (2) \$2,138,000 of the judicial information systems account--state  
23 appropriation is provided solely for replacement of computer equipment,  
24 including servers, routers, and storage system upgrades.

25       ((+4)) (3) The distributions made under this subsection and  
26 distributions from the county criminal justice assistance account made  
27 pursuant to section 801 of this act constitute appropriate  
28 reimbursement for costs for any new programs or increased level of  
29 service for purposes of RCW 43.135.060.

30       ((+5)) (4) \$1,199,000 of the judicial information systems  
31 account--state appropriation is provided solely for replacing computer  
32 equipment at state courts and state judicial agencies.

33       ((+6) ~~\$108,000 of the general fund--state appropriation for fiscal~~  
34 ~~year 2014 and~~) (5) \$108,000 of the general fund--state appropriation  
35 for fiscal year 2015 ((are)) is provided solely for the implementation  
36 of chapter 210, Laws of 2013 (Senate Bill No. 5052) (superior court  
37 judges Whatcom county). The funds provided in this subsection shall be

1 expended only if the fourth superior court judge position in Whatcom  
2 county is appointed and serving on the bench.

3 ~~((7) \$108,000 of the general fund--state appropriation for fiscal~~  
4 ~~year 2014 and))~~ (6) \$108,000 of the general fund--state appropriation  
5 for fiscal year 2015 ~~((are))~~ is provided solely for the implementation  
6 of chapter 142, Laws of 2013 (House Bill No. 1175) (superior court  
7 judges Benton/Franklin counties). The funds provided in this  
8 subsection shall be expended only if the seventh superior court judge  
9 position in Benton and Franklin counties jointly is appointed and  
10 serving on the bench.

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

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

1 school districts may expend on the cost of serving petitions filed  
2 under RCW 28A.225.030 by certified mail or by personal service or for  
3 the performance of service of process for any hearing associated with  
4 RCW 28A.225.030.

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

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

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

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

34 (12) \$59,000 of the general fund--state appropriation for fiscal  
35 year 2015 is provided solely for the implementation of Senate Bill No.  
36 5981 (Mason county superior court judge). The funds provided in this  
37 subsection shall be expended only if the third superior court judge

position in Mason county is appointed and serving on the bench. If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 109.** 2013 2nd sp.s. c 4 s 115 (uncodified) is amended to read as follows:

**FOR THE OFFICE OF PUBLIC DEFENSE**

General Fund--State Appropriation (FY 2014)	(( <del>\$30,410,000</del> ))
	<u>\$30,859,000</u>
General Fund--State Appropriation (FY 2015)	(( <del>\$33,719,000</del> ))
	<u>\$35,440,000</u>
Judicial Stabilization Trust Account--State	
Appropriation	\$3,648,000
General Fund--Federal Appropriation	(( <del>\$152,000</del> ))
	<u>\$304,000</u>
TOTAL APPROPRIATION	(( <del>\$67,929,000</del> ))
	<u>\$70,251,000</u>

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

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

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

(3) \$225,000 of the general fund--state appropriation for fiscal year 2014 and \$1,721,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for parents representation program costs related to increased parental rights termination filings from the department of social and health services permanency initiative.

**Sec. 110.** 2013 2nd sp.s. c 4 s 116 (uncodified) is amended to read as follows:

**FOR THE OFFICE OF CIVIL LEGAL AID**

General Fund--State Appropriation (FY 2014)	(( <del>\$10,862,000</del> ))
	<u>\$10,910,000</u>
General Fund--State Appropriation (FY 2015)	(( <del>\$10,870,000</del> ))
	<u>\$11,699,000</u>

Judicial Stabilization Trust Account--State  
Appropriation . . . . . \$1,454,000  
TOTAL APPROPRIATION . . . . . ((~~\$23,186,000~~))  
\$24,063,000

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

(1) An amount not to exceed \$40,000 of the general fund--state appropriation for fiscal year 2014 and an amount not to exceed \$40,000 of the general fund--state appropriation for fiscal year 2015 may be used to provide telephonic legal advice and assistance to otherwise eligible persons who are sixty years of age or older on matters authorized by RCW 2.53.030(2) (a) through (k) regardless of household income or asset level.

(2) \$48,000 of the general fund--state appropriation for fiscal year 2014 and \$550,000 of the general fund--state appropriation for fiscal year 2015 is provided solely to implement Engrossed Second Substitute Senate Bill No. 6126 (representation of children in dependency matters) and to reimburse counties for one-half the cost of legal services. The office is authorized to include in its contracts with counties provisions to reduce reimbursement levels, impose case funding limits or other measures to remain within appropriated amounts. If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 111.** 2013 2nd sp.s. c 4 s 119 (uncodified) is amended to read as follows:

**FOR THE PUBLIC DISCLOSURE COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . . ((~~\$2,082,000~~))  
\$2,086,000  
General Fund--State Appropriation (FY 2015) . . . . . ((~~\$2,015,000~~))  
\$2,067,000  
TOTAL APPROPRIATION . . . . . ((~~\$4,097,000~~))  
\$4,153,000

**Sec. 112.** 2013 2nd sp.s. c 4 s 120 (uncodified) is amended to read as follows:

**FOR THE SECRETARY OF STATE**

General Fund--State Appropriation (FY 2014) . . . . . ((~~\$11,356,000~~))

1		<u>\$11,818,000</u>
2	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$9,535,000</del> ))
3		<u>\$9,528,000</u>
4	General Fund--Federal Appropriation . . . . .	(( <del>\$7,419,000</del> ))
5		<u>\$7,450,000</u>
6	<u>General Fund--Private/Local Appropriation . . . . .</u>	<u>\$20,000</u>
7	Public Records Efficiency, Preservation, and Access	
8	Account--State Appropriation . . . . .	(( <del>\$7,361,000</del> ))
9		<u>\$8,336,000</u>
10	Charitable Organization Education Account--State	
11	Appropriation . . . . .	\$364,000
12	Local Government Archives Account--State	
13	Appropriation . . . . .	(( <del>\$8,467,000</del> ))
14		<u>\$8,505,000</u>
15	Election Account--Federal Appropriation . . . . .	\$12,016,000
16	Washington State Heritage Center Account--State	
17	Appropriation . . . . .	\$8,860,000
18	TOTAL APPROPRIATION . . . . .	(( <del>\$65,378,000</del> ))
19		<u>\$66,897,000</u>

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

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

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

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

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

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

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

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

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

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

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

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

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

36 **Sec. 113.** 2013 2nd sp.s. c 4 s 121 (uncodified) is amended to read  
37 as follows:

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

General Fund--State Appropriation (FY 2014)	(( <del>\$253,000</del> ))
	<u>\$250,000</u>
General Fund--State Appropriation (FY 2015)	(( <del>\$248,000</del> ))
	<u>\$251,000</u>
TOTAL APPROPRIATION	\$501,000

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

**Sec. 114.** 2013 2nd sp.s. c 4 s 123 (uncodified) is amended to read as follows:

**FOR THE STATE TREASURER**

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

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

**Sec. 115.** 2013 2nd sp.s. c 4 s 124 (uncodified) is amended to read as follows:

**FOR THE STATE AUDITOR**

General Fund--State Appropriation (FY 2014)	(( <del>\$728,000</del> ))
	<u>\$755,000</u>
General Fund--State Appropriation (FY 2015)	(( <del>\$733,000</del> ))
	<u>\$762,000</u>
State Auditing Services Revolving Account--State	



1	Appropriation . . . . .	(( <del>\$9,573,000</del> ))
2		<u>\$9,869,000</u>
3	<del>((Performance Audits of Government Account--State</del>	
4	<del>Appropriation . . . . .</del>	<del>\$56,000))</del>
5	TOTAL APPROPRIATION . . . . .	(( <del>\$11,090,000</del> ))
6		<u>\$11,386,000</u>

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

9 (1) ((~~\$728,000~~)) \$755,000 of the general fund--state appropriation  
10 for fiscal year 2014 and ((~~\$733,000~~)) \$758,000 of the general fund--  
11 state appropriation for fiscal year 2015 are provided solely for staff  
12 and related costs to verify the accuracy of reported school district  
13 data submitted for state funding purposes; conduct school district  
14 program audits of state funded public school programs; establish the  
15 specific amount of state funding adjustments whenever audit exceptions  
16 occur and the amount is not firmly established in the course of regular  
17 public school audits; and to assist the state special education safety  
18 net committee when requested.

19 (2)(a) \$300,000 of the state auditing services revolving account--  
20 state appropriation is provided solely to contract with a private firm  
21 with accounting expertise to conduct an audit of the use of dedicated  
22 local and operating fee accounts by the state's public institutions of  
23 higher education. The legislature intends that tuition revenue be  
24 expended in support of instruction and student support services and  
25 that other dedicated fees are expended for the purposes for which they  
26 are charged. As a result, the legislature directs this audit to  
27 examine the accounting of these accounts; to provide clarity regarding  
28 the use of these accounts; and to make recommendations for improvement  
29 that will support the ongoing clarity, transparency, and accurate  
30 accounting of the use of these accounts in accordance with legislative  
31 intent. The final audit must include:

32 (i) For the 2003-2005 through the 2011-2013 fiscal biennium, a  
33 thorough examination of the accounting, as required by governmental  
34 accounting standards board requirements that govern accounting  
35 functions of the office of financial management, of:

- 36 (A) All revenue into these accounts;
- 37 (B) All expenditures out of these accounts; and
- 38 (C) All transfers to, from, and within these accounts;

(ii) A narrative summary of the management and uses of these accounts by the institutions of higher education, including an explanation of the reserve policies implemented by the institutions of higher education that govern fund balances in these accounts; and

(iii) Recommendations to improve current practices that will support the ongoing clarity, transparency, and accurate accounting of the use of these accounts in a manner that satisfies the governmental accounting standards board requirements that govern accounting functions of the office of financial management and that aligns with the legislature's intended use of these accounts.

(b) The final audit shall be submitted to the governor and the appropriate committees of the legislature by January 1, 2015. The state auditor shall recover the costs of this audit from the public institutions of higher education.

(c) With any funds remaining from the audit required by this subsection, the state auditor shall review other issues of significance in support of the goal of achieving transparency in the use of funding sources available to institutions of higher education.

**Sec. 116.** 2013 2nd sp.s. c 4 s 125 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 2014) . . . . .	(((\$141,000))
	<u>\$139,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(((\$171,000))
	<u>\$173,000</u>
TOTAL APPROPRIATION . . . . .	\$312,000

**Sec. 117.** 2013 2nd sp.s. c 4 s 126 (uncodified) is amended to read as follows:

**FOR THE ATTORNEY GENERAL**

General Fund--State Appropriation (FY 2014) . . . . .	(((\$10,456,000))
	<u>\$11,019,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(((\$10,132,000))
	<u>\$10,761,000</u>
General Fund--Federal Appropriation . . . . .	\$7,114,000
New Motor Vehicle Arbitration Account--State	
Appropriation . . . . .	\$997,000

1	Legal Services Revolving Account--State	
2	Appropriation . . . . .	(( <del>\$191,286,000</del> ))
3		<u>\$206,478,000</u>
4	Tobacco Prevention and Control Account--State	
5	Appropriation . . . . .	\$271,000
6	Medicaid Fraud Penalty Account--State Appropriation . .	(( <del>\$2,279,000</del> ))
7		<u>\$2,333,000</u>
8	Public Services Revolving Account--State	
9	Appropriation . . . . .	(( <del>\$2,093,000</del> ))
10		<u>\$2,106,000</u>
11	TOTAL APPROPRIATION . . . . .	(( <del>\$224,628,000</del> ))
12		<u>\$241,079,000</u>

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

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

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

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

37       (4) The executive ethics board shall: (a) Develop a statewide  
38 plan, with performance measures, to provide overall direction and

1 accountability in all executive branch agencies and statewide elected  
2 offices; (b) coordinate and work with the commission on judicial  
3 conduct and the legislative ethics board; (c) assess and evaluate each  
4 agency's ethical culture through employee and stakeholder surveys,  
5 review Washington state quality award feedback reports, and publish an  
6 annual report on the results to the public; and (d) solicit outside  
7 evaluations, studies, and recommendations for improvements from  
8 academics, nonprofit organizations, the public disclosure commission,  
9 or other entities with expertise in ethics, integrity, and the public  
10 sector.

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

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

24 (7) \$150,000 of the legal services revolving account--state  
25 appropriation is provided solely for the implementation of Engrossed  
26 Second Substitute Senate Bill No. 5405 (extended foster care). If the  
27 bill is not enacted by June 30, 2013, the amount provided in this  
28 subsection shall lapse.

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

35 (9) \$189,000 of the legal services revolving account--state  
36 appropriation is provided solely for the implementation of Substitute  
37 House Bill No. 1420 (transportation improvement projects). If the bill

is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

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

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

(12) \$182,000 of the general fund--state appropriation for fiscal year 2015 and \$3,402,000 of the legal services revolving account--state appropriation are provided solely for the purposes of salary adjustments addressing recruitment and retention issues for assistant attorneys general in the first six years of their employment with the attorney general's office.

**Sec. 118.** 2013 2nd sp.s. c 4 s 127 (uncodified) is amended to read as follows:

**FOR THE CASELOAD FORECAST COUNCIL**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,260,000</del> ))
	<u>\$1,249,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,230,000</del> ))
	<u>\$1,241,000</u>
TOTAL APPROPRIATION . . . . .	\$2,490,000

**Sec. 119.** 2013 2nd sp.s. c 4 s 128 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF COMMERCE**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$63,076,000</del> ))
	<u>\$61,054,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$60,151,000</del> ))
	<u>\$61,018,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$265,004,000</del> ))
	<u>\$266,827,000</u>
General Fund--Private/Local Appropriation . . . . .	(( <del>\$5,638,000</del> ))
	<u>\$5,620,000</u>
Public Works Assistance Account--State	

1	Appropriation . . . . .	(( <del>\$3,036,000</del> ))
2		<u>\$2,700,000</u>
3	Drinking Water Assistance Administrative	
4	Account--State Appropriation . . . . .	(( <del>\$445,000</del> ))
5		<u>\$443,000</u>
6	Lead Paint Account--State Appropriation . . . . .	\$147,000
7	Building Code Council Account--State Appropriation . . . . .	\$13,000
8	Home Security Fund Account--State Appropriation . . . . .	(( <del>\$25,452,000</del> ))
9		<u>\$25,442,000</u>
10	Affordable Housing for All Account--State	
11	Appropriation . . . . .	(( <del>\$11,915,000</del> ))
12		<u>\$11,910,000</u>
13	Financial Fraud and Identity Theft Crimes Investigation	
14	and Prosecution Account--State Appropriation . . . . .	(( <del>\$969,000</del> ))
15		<u>\$1,166,000</u>
16	Low-Income Weatherization Assistance Account--State	
17	Appropriation . . . . .	(( <del>\$1,882,000</del> ))
18		<u>\$1,879,000</u>
19	Community and Economic Development Fee Account--State	
20	Appropriation . . . . .	(( <del>\$5,303,000</del> ))
21		<u>\$5,300,000</u>
22	Washington Housing Trust Account--State	
23	Appropriation . . . . .	(( <del>\$19,592,000</del> ))
24		<u>\$18,038,000</u>
25	Prostitution Prevention and Intervention Account--	
26	State Appropriation . . . . .	\$98,000
27	Public Facility Construction Loan Revolving	
28	Account--State Appropriation . . . . .	(( <del>\$758,000</del> ))
29		<u>\$755,000</u>
30	Washington Community Technology Opportunity Account--	
31	Private/Local Appropriation . . . . .	\$10,000
32	Liquor Revolving Account--State Appropriation . . . . .	\$5,605,000
33	TOTAL APPROPRIATION . . . . .	(( <del>\$469,094,000</del> ))
34		<u>\$468,025,000</u>

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

37 (1) Repayments of outstanding mortgage and rental assistance  
38 program loans administered by the department under RCW 43.63A.640 shall

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

6 ~~(2) ((\$500,000 of the general fund--state appropriation for fiscal~~  
7 ~~year 2014 and \$500,000 of the general fund--state appropriation for~~  
8 ~~fiscal year 2015 are provided solely for a grant to resolution~~  
9 ~~Washington to building statewide capacity for alternative dispute~~  
10 ~~resolution centers and dispute resolution programs that guarantee that~~  
11 ~~citizens have access to low-cost resolution as an alternative to~~  
12 ~~litigation.))~~ The director is authorized to expend \$1,000,000 from the  
13 financial services regulation fund during the fiscal biennium solely  
14 for a grant to resolution Washington to build statewide capacity for  
15 alternative dispute resolution centers and dispute resolution programs  
16 that guarantee that citizens have access to low-cost resolution as an  
17 alternative to litigation.

18 (3) \$306,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$306,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely for a grant to the retired senior  
21 volunteer program.

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

26 (5) \$375,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$375,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely as pass-through funding to Walla  
29 Walla Community College for its water and environmental center.

30 (6) \$1,800,000 of the home security fund--state appropriation is  
31 provided for transitional housing assistance or partial payments for  
32 rental assistance under the independent youth housing program.

33 (7) \$5,000,000 of the home security fund--state appropriation is  
34 for the operation, repair, and staffing of shelters in the homeless  
35 family shelter program.

36 (8) \$198,000 of the general fund--state appropriation for fiscal  
37 year 2014 and ~~(\$198,000))~~ \$396,000 of the general fund--state

1 appropriation for fiscal year 2015 are provided solely for the  
2 Washington new Americans program.

3 (9) \$2,949,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$2,949,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for associate development  
6 organizations. During the 2013-2015 fiscal biennium, the department  
7 shall consider an associate development organization's total resources  
8 when making contracting and fund allocation decisions, in addition to  
9 the schedule provided in RCW 43.330.086.

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

14 (11) \$5,605,000 of the liquor revolving account--state  
15 appropriation is provided solely for the department to contract with  
16 the municipal research and services center of Washington.

17 (12) \$500,000 of the general fund--state appropriation for fiscal  
18 year 2014 and \$500,000 of the general fund--state appropriation for  
19 fiscal year 2015 are provided solely for the purposes of purchasing  
20 contracted services to expand and promote the tourism industry in the  
21 state of Washington.

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

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

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

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

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

35 (b) The department may not use more than 4 percent of the funds to  
36 administer, monitor, and report the outcomes of the services. The  
37 department must electronically submit performance metrics by January 1,



1 2014, and report the outcomes of the services by January 1, 2015, to  
2 the economic development committees of the legislature.

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

9 (13) \$72,000 of the prostitution prevention and intervention  
10 account is provided solely for implementation of Engrossed Substitute  
11 House Bill No. 1291 (sex trade victims). If the bill is not enacted by  
12 June 30, 2013, the amount provided in this subsection shall lapse.

13 (14) \$49,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$49,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for implementation of House Bill  
16 No. 1818 (business and government streamlining). If the bill is not  
17 enacted by June 30, 2013, the amounts provided in this subsection shall  
18 lapse.

19 (15) \$36,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$37,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the department to develop an  
22 economic cluster strategy to leverage the state's unique maritime  
23 assets, geography, history, and infrastructure. Goals include growing  
24 employment, targeted economic activity, environmental considerations,  
25 tax revenue to state and local governments, and quality of life  
26 associated with the maritime sector by working with the industry to  
27 understand workforce needs, parity considerations with Oregon and  
28 British Columbia, and tax structure and regulatory barriers. The  
29 department will report its findings to the appropriate committees of  
30 the legislature no later than December 1, 2014.

31 (16) \$2,000,000 of the Washington housing trust account--state  
32 appropriation is provided solely for the department of commerce for  
33 services to homeless families through the Washington families fund.

34 (17) \$5,000,000 of the home security account--state appropriation  
35 is provided solely for the department of commerce to provide emergency  
36 assistance to homeless families in the temporary assistance for needy  
37 families program.

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

20 (19) (~~(\$4,000,000))~~ \$2,515,000 of the general fund--state  
21 appropriation for fiscal year 2014 and (~~(\$850,000))~~ \$1,875,000 of the  
22 general fund--state appropriation for fiscal year 2015 are provided  
23 solely for purposes of (~~creating and operating a community health care~~  
24 ~~and education and innovation center at the Pacific Medical Center in~~  
25 ~~Seattle. Amounts provided in this subsection must be used for lease,~~  
26 ~~maintenance, operations, and other required related expenses for~~  
27 ~~Seattle community colleges allied health programs and other related~~  
28 ~~uses identified by the department of commerce. The department is~~  
29 ~~authorized to enter into a thirty-year lease for the Pacific Medical~~  
30 ~~Center property))~~ the lease, maintenance, operations and other related  
31 expenses at the Pacific medical center in Seattle. The department is  
32 authorized to enter into a thirty-year lease for the Pacific medical  
33 center property and is directed to generate revenue from subleases to  
34 the greatest extent possible, consistent with the terms of the lease.

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

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

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

28 (22) The department is authorized to suspend issuing any  
29 nonstatutorily required grants or contracts of an amount less than  
30 \$1,000,000 per year.

31 (23) The department is authorized to require an applicant to pay an  
32 application fee to cover the cost of reviewing the project and  
33 preparing an advisory opinion on whether a proposed electric generation  
34 project or conservation resource qualifies to meet mandatory  
35 conservation targets.

36 (24) \$25,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the economic impact and  
2 infrastructure cost study for Covington town center.

3 (25) The department is directed to work with innovation partnership  
4 zone administrators to review the existing grant program, including the  
5 criteria for designation as an innovation partnership zone and the  
6 grant funding criteria. The department shall submit its report to the  
7 legislature by December 1, 2013.

8 (26) Within existing resources, the department shall provide  
9 administrative and other indirect support to the developmental  
10 disabilities council.

11 (27) \$5,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$45,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for the department to contract  
14 with the University of Washington women's center to conduct a study to  
15 research supply chain policies related to labor practices of small,  
16 medium, and large businesses. The study shall analyze whether or not  
17 there is a correlation between supply chain management practices that  
18 protect workers from human trafficking and unsafe working conditions  
19 and higher shareholder value and/or market share. The study will  
20 examine the impact of corporate sourcing practices in social media  
21 feedback and in customer satisfaction. The study shall provide case  
22 studies and best practices in ethical sourcing practices that protect  
23 workers. The study shall recommend how to evaluate and monitor supply  
24 chain management related to labor and vendor management practices of  
25 companies without bias. The study shall make recommendations on how  
26 the state can design legislation on global ethical sourcing practices  
27 that is comprehensive, pragmatic, and enforceable. The study shall be  
28 presented to the house of representatives and senate commerce and labor  
29 committees no later than January 31, 2015.

30 (28) \$144,000 of the general fund--state appropriation for fiscal  
31 year 2015 is provided solely to the following community mobilization  
32 organizations in the following amounts:

33 (a) \$21,000 to TOGETHER for Drug Free Youth of Chelan and Douglas  
34 counties;

35 (b) \$61,000 to safe streets campaign of Pierce county;

36 (c) \$32,000 to TOGETHER of Thurston county; and

37 (d) \$30,000 to safe Yakima valley of Yakima county.

(29) \$1,635,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for the department's international trade program and foreign trade contracts and subject to the following conditions and limitations: The department shall contract for the activities and services of its international trade office to include, but not be limited to, market development assistance and training; business matchmaking services such as trade shows, missions, and partner searches; foreign trade representatives, and other activities that assist Washington companies in exporting their products and services or expand market share abroad. Vendors must have the option of providing all or portions of these activities. The annual level of funding for the contract shall be based on amount provided in this subsection. The contract shall begin June 1, 2015, and shall be for a term no longer than three years. Activities currently under contract may be renewed, but for a term no longer than June 1, 2015.

**Sec. 120.** 2013 2nd sp.s. c 4 s 129 (uncodified) is amended to read as follows:

**FOR THE ECONOMIC AND REVENUE FORECAST COUNCIL**

General Fund--State Appropriation (FY 2014) . . . . .	(((\$764,000))
	<u>\$757,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(((\$802,000))
	<u>\$809,000</u>

Lottery Administrative Account--State Appropriation . . . . .	\$50,000
TOTAL APPROPRIATION . . . . .	\$1,616,000

**Sec. 121.** 2013 2nd sp.s. c 4 s 130 (uncodified) is amended to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT**

General Fund--State Appropriation (FY 2014) . . . . .	(((\$18,414,000))
	<u>\$18,182,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(((\$17,542,000))
	<u>\$18,526,000</u>
General Fund--Federal Appropriation . . . . .	(((\$31,340,000))
	<u>\$34,340,000</u>
General Fund--Private/Local Appropriation . . . . .	\$370,000
Economic Development Strategic Reserve Account--State	

1	Appropriation . . . . .	\$289,000
2	Personnel Service Fund--State Appropriation . . . . .	(( <del>\$8,656,000</del> ))
3		<u>\$8,642,000</u>
4	Data Processing Revolving Account--State	
5	Appropriation . . . . .	(( <del>\$6,015,000</del> ))
6		<u>\$6,543,000</u>
7	Higher Education Personnel Services Account--State	
8	Appropriation . . . . .	\$1,497,000
9	Performance Audits of Government Account--State	
10	Appropriation . . . . .	\$4,000,000
11	<u>State Agency Innovation and Efficiency Grant Program</u>	
12	<u>Account--State Appropriation . . . . .</u>	<u>\$809,000</u>
13	TOTAL APPROPRIATION . . . . .	(( <del>\$88,123,000</del> ))
14		<u>\$93,198,000</u>

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

17 (1) The office of financial management shall prepare a report  
18 outlining alternative methods of procuring health benefits for home  
19 care workers, including individual providers and agency providers. In  
20 preparing the report, the office of financial management shall consult  
21 with the department of social and health services, representatives of  
22 individual home care providers, and agency home care providers.

23 Along with a summary of the current method of providing benefits,  
24 the report must include an analysis of the policy and fiscal  
25 implications of accessing health benefits through the Washington health  
26 benefits exchange. The report must also provide an analysis of a  
27 medicaid section 1115 waiver with the federal centers for medicare and  
28 medicaid services that would provide additional medicaid matching funds  
29 for individual provider home care workers who are provided with health  
30 care benefits through a collective bargaining agreement negotiated with  
31 the state under chapter 74.39A RCW, but would otherwise be eligible for  
32 medicaid under the federal expanded eligibility provisions that take  
33 effect January 1, 2014.

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

36 (2) \$350,000 of the general fund--state appropriation for fiscal  
37 year 2014 is provided solely for implementation of Engrossed Second

1 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the  
2 bill is not enacted by June 30, 2013, the amount provided in this  
3 subsection shall lapse.

4 (3) \$536,000 of the general fund--state appropriation for fiscal  
5 year 2014 is provided solely for a study of the state's medical and  
6 public assistance eligibility systems and infrastructure with the goal  
7 of simplifying procedures, improving customer service, and reducing  
8 state expenditures. The study must also examine which state entities  
9 play various roles in the eligibility and data verification processes  
10 in order to determine if eligibility processes can be further  
11 streamlined in light of changes related to the federal affordable care  
12 act. The study must identify how costs will be allocated between state  
13 and federal funding sources and options for maximizing federal  
14 participation. The office of financial management shall provide a  
15 report on its findings and recommendations to the relevant policy and  
16 fiscal committees of the legislature by January 1, 2014.

17 (4)(a) The legislature finds that the state's nationally recognized  
18 student achievement initiative has led to significant improvements at  
19 two-year institutions of higher education. With the goal of creating  
20 such efficiencies within the four-year institutions of higher  
21 education, the office of financial management shall convene, in  
22 coordination with the joint committee on higher education and the  
23 student achievement council, a technical incentive funding model task  
24 force to propose an incentive funding model for the four-year  
25 institutions of higher education. The model will provide new incentive  
26 funding to four-year institutions of higher education that demonstrate  
27 improvement on existing performance measures and control resident  
28 undergraduate tuition growth. Participation in the program is  
29 voluntary; however, funding appropriated for this program shall only be  
30 available to those institutions that have chosen to participate in the  
31 program.

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

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

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

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

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

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

3 (A) Performance in specific metrics;

4 (B) Control and reduction where possible of resident undergraduate  
5 and graduate tuition; and

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

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

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

17 (iv) A methodology for establishing a baseline level of state  
18 funding that:

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

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

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

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

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

32 (5) \$1,000,000 of the general fund--state appropriation for fiscal  
33 year 2015 is provided solely for the office of financial management to  
34 contract with a statewide nonprofit organization with expertise in  
35 promoting and supporting STEM education from early learning through  
36 postsecondary education in accordance with chapter 25, Laws of 2013 2nd  
37 sp. sess.



1       (6) \$46,000 of the general fund--state appropriation for fiscal  
2 year 2015 is provided solely for the education data center to:

3       (a) Collect and publish short-term and long-term earnings and  
4 employment data for completers of higher education degrees,  
5 apprenticeships, and certificates awarded by institutions of higher  
6 education as defined in RCW 28B.10.016 for each institution on its web  
7 site by October 1, 2014;

8       (b) With the assistance of the legislative evaluation and  
9 accountability program committee, make publicly available on its web  
10 site a detailed inventory of the data that are contained in the data  
11 warehouse. The data center and its contributors shall continue to  
12 expand efforts to improve the integrity of the information and web site  
13 displays to maximize value and utility. The education data center  
14 shall also collaborate with the legislative evaluation and  
15 accountability program committee to broadly disseminate meaningful  
16 information on the publicly accessible web sites by expanding and  
17 increasing interactive web-based reporting; and

18       (c) In consultation with the state board for community and  
19 technical colleges, the workforce training and education coordinating  
20 board, representatives of the public four-year institutions of higher  
21 education, and the legislative evaluation and accountability program  
22 committee, prepare, or contract with an entity to prepare, an economic  
23 success metrics report of employment and earnings outcomes for degrees,  
24 apprenticeships, and certificates earned at institutions of higher  
25 education. The final report shall be published on the education data  
26 center web site and delivered to the governor and the higher education  
27 and fiscal committees of the legislature by November 1, 2014.

28       (7) Consistent with chapter 9.94A RCW, the sentencing guidelines  
29 commission shall undertake a thorough review of juvenile sentencing as  
30 it relates to the intersection of the adult and juvenile justice  
31 systems and make recommendations for reforms that promote improved  
32 outcomes for youth, public safety, and taxpayer resources. The review  
33 shall include, but is not limited to:

34       (a) The process and circumstances for transferring a juvenile to  
35 adult jurisdiction, including discretionary and mandatory decline  
36 hearings and automatic transfer to adult jurisdiction;

37       (b) Sentencing standards, term lengths, sentencing enhancements,

1 and stacking provisions that apply once a juvenile is transferred to  
2 adult jurisdiction; and

3 (c) The appropriate custody, treatment, and resources for declined  
4 youth who will complete their term of confinement prior to reaching age  
5 twenty-one.

6 The commission shall report its findings and recommendations to the  
7 governor and the appropriate committees of the legislature by December  
8 1, 2014.

9 (8) \$1,000,000 of the general fund--state appropriation for fiscal  
10 year 2015 is provided solely for the office of financial management to  
11 allocate to the University of Washington for the institute for protein  
12 design, and \$250,000 of the general fund--state appropriation for  
13 fiscal year 2014 and \$500,000 of the general fund--state appropriation  
14 for fiscal year 2015 is provided solely for the office of financial  
15 management to allocate to Washington State University for the air  
16 transportation center of excellence for alternative jet fuels. Funding  
17 provided in this subsection shall not be distributed by the office of  
18 financial management until the state auditor has executed a contract  
19 for the audit required in section 115 of this act.

20 (9) Within amounts provided in this section, the office of the  
21 chief information officer shall review the security plans of the  
22 provider one system and other health information technology systems  
23 within the health care authority and the department of social and  
24 health services to ensure compliance with federal health information  
25 portability and accountability act rules and the council for affordable  
26 quality healthcare committee on operating rules for information  
27 exchange.

28 (10) \$300,000 of the general fund--state appropriation for fiscal  
29 year 2015 is provided solely for an analysis of statewide jail system.  
30 The analysis must examine:

31 (a) Regional capacities and how the capacity is used for local and  
32 state detention, to include:

33 (i) Historical and current utilization;

34 (ii) Level of security;

35 (iii) Ability to provide medical and mental health care; and

36 (iv) Availability of programming;

37 (b) Identification of barriers and solutions for the use of local  
38 jails including:

(i) For individuals who would otherwise be transferred to  
department of corrections for a short-term stay;

(ii) Violator population billing and tracking; and

(iii) Long-term stays in jail in lieu of prison; and

(c) Financial impacts to counties of providing felon and juvenile detention.

An initial report defining benchmarks and desired outcomes shall be provided to the governor and legislative fiscal committees by July 15, 2014, with a final report of findings and recommendations due November 1, 2014.

(11) \$809,000 of the state agency innovation and efficiency grant program account--state appropriation is provided solely for the purposes of Substitute Senate Bill No. 5872 (state agency innovation and efficiency grant program). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 122.** 2013 2nd sp.s. c 4 s 131 (uncodified) is amended to read as follows:

FOR THE OFFICE OF ADMINISTRATIVE HEARINGS

Administrative Hearings Revolving Account--State

Appropriation . . . . .	(( <del>\$37,772,000</del> ))
	\$38,256,000

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

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

(2) \$137,000 of the administrative hearings revolving account--  
state appropriation is provided solely for replacement of a portion of  
the agency's personal computers. The amount provided in this  
subsection is conditioned on the department satisfying the requirements  
of the project management oversight standards and policies established  
by the office of the chief information officer.

(3) Within the amounts provided in this section, the office shall improve the timeliness of its hearings and report the progress of its efforts to the office of financial management and the fiscal committees of the legislature by November 1, 2014.

**Sec. 123.** 2013 2nd sp.s. c 4 s 132 (uncodified) is amended to read as follows:

FOR THE WASHINGTON STATE LOTTERY

Lottery Administrative Account--State

Appropriation . . . . .	(( \$25,696,000 ))
	<u>\$25,782,000</u>

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

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

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

**Sec. 124.** 2013 2nd sp.s. c 4 s 134 (uncodified) is amended to read as follows:

FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS

General Fund--State Appropriation (FY 2014) . . . . .	(\$233,000)
	\$241,000

General Fund--State Appropriation (FY 2015) . . . . .	(\$224,000)
	\$232,000

TOTAL APPROPRIATION . . . . .	(( <del>\$457,000</del> ))
	\$473,000

**Sec. 125.** 2013 2nd sp.s. c 4 s 135 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS

Department of Retirement Systems Expense

Account--State Appropriation . . . . .	(( <del>\$50,728,000</del> ))
	\$50,875,000

The appropriation in this section is subject to the following conditions and limitations: \$57,000 of the department of retirement systems expense account--state appropriation is provided solely for the

purposes of Senate Bill No. 6201 (optional life annuities for LEOFF 2 members). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 126.** 2013 2nd sp.s. c 4 s 136 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF REVENUE**

General Fund--State Appropriation (FY 2014) . . . . . (~~(\$107,985,000)~~)  
\$108,709,000

General Fund--State Appropriation (FY 2015) . . . . . (~~(\$106,301,000)~~)  
\$107,169,000

Timber Tax Distribution Account--State

Appropriation . . . . . \$6,102,000

Waste Reduction/Recycling/Litter Control--State

Appropriation . . . . . \$132,000

State Toxics Control Account--State Appropriation . . . . . \$93,000

(~~(Master)~~) Business License (~~(Fund)~~) Account--State Appropriation \$17,082,000

Data Processing Revolving Account--State Appropriation . . . \$6,751,000

TOTAL APPROPRIATION . . . . . (~~(\$244,446,000)~~)  
\$246,038,000

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

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

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

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

(4) \$641,000 of the general fund--state appropriation for fiscal year 2014 and \$297,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the implementation of Senate Bill No. 5882 or House Bill No. 2081 (tax preferences and transparency). If neither bill is enacted by June 30, 2013, the amounts provided in the subsection shall lapse.

(5) \$62,000 of the general fund--state appropriation for fiscal year 2014 and \$11,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the purposes of Substitute Senate Bill No. 6057 (hiring persons with developmental disabilities). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

(6) \$69,000 of the general fund--state appropriation for fiscal year 2014 and \$21,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the purposes of Substitute Senate Bill No. 6515 (state job creation). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

(7) \$588,000 of the general fund--state appropriation for fiscal year 2014 and \$856,000 of the general fund--state appropriation for fiscal year 2015 are provided solely to provide security at two department field offices and at the liquor control board's headquarters to handle cash tax payments for recreational marijuana related businesses. The department shall enter into an interagency agreement to provide some of the funding to the liquor control board as needed.

(8) Appropriations in this section are sufficient to implement Senate Bill No. 6151 (cultural access authorities).

**Sec. 127.** 2013 2nd sp.s. c 4 s 137 (uncodified) is amended to read as follows:

**FOR THE BOARD OF TAX APPEALS**

General Fund--State Appropriation (FY 2014) . . . . .	(\$1,217,000))
	<u>\$1,203,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(\$1,178,000))
	<u>\$1,192,000</u>
TOTAL APPROPRIATION . . . . .	\$2,395,000

**Sec. 128.** 2013 2nd sp.s. c 4 s 138 (uncodified) is amended to read as follows:

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

2 OMWBE Enterprises Account--State Appropriation . . . . . ((~~\$4,077,000~~))  
3 \$3,567,000

4 The appropriation in this section is subject to the following  
5 conditions and limitations: ((~~\$200,000 of the minority and women's~~  
6 ~~business enterprises account state appropriation is provided for~~  
7 ~~implementation of a certification program for small business~~  
8 ~~enterprises.~~))

9 (1) The agency will collaborate with the department of  
10 transportation to certify small businesses as small business  
11 enterprises. Funding for this work is provided through interagency  
12 agreement with the state department of transportation.

13 (2) The department will engage in the stakeholder process with the  
14 department of transportation, cities, counties, ports, transit agencies  
15 and other entities that rely upon the office for federal certification  
16 as a small business enterprise, disadvantaged business enterprise, or  
17 airport concessionaire disadvantaged business enterprise to determine  
18 an equitable manner to fully recover from users the office's costs for  
19 providing this statewide service. Cost to be reviewed include, but are  
20 not limited to, business outreach, certification application and  
21 renewal processing, investigations and audits, and appeals from denials  
22 and decertifications.

23 **Sec. 129.** 2013 2nd sp.s. c 4 s 139 (uncodified) is amended to read  
24 as follows:

25 **FOR THE INSURANCE COMMISSIONER**

26 General Fund--State Appropriation (FY 2014) . . . . . \$300,000  
27 General Fund--State Appropriation (FY 2015) . . . . . ((~~\$100,000~~))  
28 \$227,000  
29 General Fund--Federal Appropriation . . . . . \$4,495,000  
30 Health Benefit Exchange Account--State Appropriation . . . . . \$676,000  
31 Insurance Commissioners Regulatory Account--State  
32 Appropriation . . . . . ((~~\$49,555,000~~))  
33 \$49,866,000  
34 TOTAL APPROPRIATION . . . . . ((~~\$55,126,000~~))  
35 \$55,564,000

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

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

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

(3) Appropriations in this section, as previously appropriated by the legislature in section 144, chapter 564, Laws of 2009 for the implementation of chapter 298, Laws of 2009, are sufficient to implement Engrossed Substitute Senate Bill No. 6511 (prior authorization).

(4) \$182,000 of the insurance commissioner regulatory account--state appropriation is provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 5540 including section 6 of the bill (out-of-state carriers).

**Sec. 130.** 2013 2nd sp.s. c 4 s 140 (uncodified) is amended to read as follows:

**FOR THE STATE INVESTMENT BOARD**

State Investment Board Expense Account--State

Appropriation . . . . .	(( <del>\$36,035,000</del> ))
	<u>\$36,059,000</u>

**Sec. 131.** 2013 2nd sp.s. c 4 s 141 (uncodified) is amended to read as follows:

**FOR THE LIQUOR CONTROL BOARD**

Liquor Revolving Account--State Appropriation . . . . .	(( <del>\$65,146,000</del> ))
	<u>\$58,223,000</u>
<u>Dedicated Marijuana Account--State Appropriation . . . . .</u>	<u>\$4,856,000</u>
General Fund--Federal Appropriation . . . . .	\$945,000
General Fund--Private/Local Appropriation . . . . .	\$25,000
TOTAL APPROPRIATION . . . . .	(( <del>\$66,116,000</del> ))
	<u>\$64,049,000</u>

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



(1) \$2,494,000 of the liquor revolving account--state appropriation  
(~~is~~) and \$4,856,000 of the dedicated marijuana account--state  
appropriation are provided solely for the liquor control board to  
implement Initiative Measure No. 502.

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

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

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

**Sec. 132.** 2013 2nd sp.s. c 4 s 142 (uncodified) is amended to read  
as follows:

**FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

General Fund--Federal Appropriation . . . . .	\$150,000
General Fund--Private/Local Appropriation . . . . .	((\$11,228,000))
	<u>\$11,230,000</u>
Public Service Revolving Account--State	
Appropriation . . . . .	((\$29,893,000))
	<u>\$29,944,000</u>
Pipeline Safety Account--State Appropriation . . . . .	((\$4,411,000))
	<u>\$4,414,000</u>
Pipeline Safety Account--Federal Appropriation . . . . .	\$1,938,000
TOTAL APPROPRIATION . . . . .	((\$47,620,000))
	<u>\$47,676,000</u>

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

(1) The commission shall work with the Idaho public utilities commission and the public utility commission of Oregon to identify common regulatory functions that can be performed jointly, with the goal of formalizing an agreement that protects essential services while increasing regulatory effectiveness and efficiencies through economies of scale. The commission is authorized to enter into an agreement with such other state public utility commissions to work jointly in administering specified respective regulatory functions.

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

**Sec. 133.** 2013 2nd sp.s. c 4 s 143 (uncodified) is amended to read as follows:

**FOR THE MILITARY DEPARTMENT**

General Fund--State Appropriation (FY 2014)	.. . . . (( <del>\$1,880,000</del> ))
	<u>\$1,840,000</u>
General Fund--State Appropriation (FY 2015)	.. . . . (( <del>\$1,846,000</del> ))
	<u>\$1,794,000</u>
General Fund--Federal Appropriation	.. . . . (( <del>\$140,135,000</del> ))
	<u>\$140,213,000</u>
Enhanced 911 Account--State Appropriation	.. . . . (( <del>\$58,514,000</del> ))
	<u>\$58,397,000</u>
Disaster Response Account--State Appropriation	.. . . . (( <del>\$14,531,000</del> ))
	<u>\$20,251,000</u>
Disaster Response Account--Federal Appropriation	.. . . . (( <del>\$53,253,000</del> ))
	<u>\$69,625,000</u>
Military Department Rent and Lease Account--State	
Appropriation	.. . . . \$615,000
Worker and Community Right-to-Know Account--State	
Appropriation	.. . . . (( <del>\$2,794,000</del> ))
	<u>\$3,182,000</u>
TOTAL APPROPRIATION	.. . . . (( <del>\$273,568,000</del> ))
	<u>\$295,917,000</u>

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

3 (1) (~~(\$14,531,000)~~) \$20,251,000 of the disaster response account--  
4 state appropriation and (~~(\$53,253,000)~~) \$69,625,000 of the disaster  
5 response account--federal appropriation may be spent only on disasters  
6 declared by the governor and with the approval of the office of  
7 financial management. The military department shall submit a report to  
8 the office of financial management and the legislative fiscal  
9 committees on October 1st and February 1st of each year detailing  
10 information on the disaster response account, including: (a) The  
11 amount and type of deposits into the account; (b) the current available  
12 fund balance as of the reporting date; and (c) the projected fund  
13 balance at the end of the 2014-2015 biennium based on current revenue  
14 and expenditure patterns.

15 (2) (~~(\$75,000,000)~~) \$60,000,000 of the general fund--federal  
16 appropriation is provided solely for homeland security, subject to the  
17 following conditions:

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

21 (b) The department shall submit an annual report to the office of  
22 financial management and the legislative fiscal committees detailing  
23 the governor's domestic security advisory group recommendations;  
24 homeland security revenues and expenditures, including estimates of  
25 total federal funding for the state; and incremental changes from the  
26 previous estimate.

27 (3) \$388,000 of the worker and community right-to-know account--  
28 state appropriation is provided solely for the department's equipment  
29 replacement plan. Prior to using appropriated funds for the purchase  
30 of server or other related equipment, the department shall create a  
31 plan, in consultation with consolidated technology services and the  
32 office of the chief information officer, to migrate the department's  
33 existing data center to the state data center located in the 1500  
34 Jefferson building and use services provided by consolidated technology  
35 services instead of purchasing new servers or other related equipment.  
36 If the department has specific service or performance requirements for  
37 locating servers outside the state data center, the agency will submit

a waiver request to the office of the chief information officer as required in RCW 43.41A.150.

**Sec. 134.** 2013 2nd sp.s. c 4 s 144 (uncodified) is amended to read as follows:

**FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,977,000</del> ))
	<u>\$1,992,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,036,000</del> ))
	<u>\$2,078,000</u>
Higher Education Personnel Services Account--State	
Appropriation . . . . .	(( <del>\$521,000</del> ))
	<u>\$522,000</u>
Personnel Service Account--State Appropriation . . . . .	(( <del>\$3,300,000</del> ))
	<u>\$3,334,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$7,834,000</del> ))
	<u>\$7,926,000</u>

**Sec. 135.** 2013 2nd sp.s. c 4 s 145 (uncodified) is amended to read as follows:

**FOR THE BOARD OF ACCOUNTANCY**

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

**Sec. 136.** 2013 2nd sp.s. c 4 s 147 (uncodified) is amended to read as follows:

**FOR THE HORSE RACING COMMISSION**

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

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

1       **Sec. 137.** 2013 2nd sp.s. c 4 s 148 (uncodified) is amended to read  
2 as follows:

3       **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

4	General Fund--State Appropriation (FY 2014) . . . . .	\$3,654,000
5	General Fund--State Appropriation (FY 2015) . . . . .	\$3,628,000
6	Building Code Council Account--State Appropriation . . . . .	<del>(( \$1,227,000 ))</del>
7		<u>\$1,228,000</u>
8	<u>Enterprise Services Account--State Appropriation . . . . .</u>	<u>\$2,400,000</u>
9	<u>Data Processing Revolving Account--State Appropriation . . . . .</u>	<u>\$7,062,000</u>
10	TOTAL APPROPRIATION . . . . .	<del>(( \$8,509,000 ))</del>
11		<u>\$17,972,000</u>

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

14       (1) \$3,287,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$3,286,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for the payment of facilities and  
17 services charges, utilities and contracts charges, public and historic  
18 facilities charges, and capital projects surcharges allocable to the  
19 senate, house of representatives, statute law committee, and joint  
20 legislative systems committee. The department shall allocate charges  
21 attributable to these agencies among the affected revolving funds. The  
22 department shall maintain an interagency agreement with these agencies  
23 to establish performance standards, prioritization of preservation and  
24 capital improvement projects, and quality assurance provisions for the  
25 delivery of services under this subsection. The legislative agencies  
26 named in this subsection shall continue to enjoy all of the same rights  
27 of occupancy and space use on the capitol campus as historically  
28 established.

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

32       (3) The building code council account appropriation is provided  
33 solely for the operation of the state building code council as required  
34 by statute and modified by the standards established by executive order  
35 10-06. The council shall not consider any proposed code amendment or  
36 take any other action not authorized by statute or in compliance with  
37 the standards established in executive order 10-06. No member of the  
38 council may receive compensation, per diem, or reimbursement for

activities other than physical attendance at those meetings of the state building code council or the council's designated committees, at which the opportunity for public comment is provided generally and on all agenda items upon which the council proposes to take action. The building code council shall comply with chapter 19.85 RCW, known as the regulatory fairness act, by including with all proposed substantial code amendments an analysis addressing cost effectiveness, net benefits, payback periods, and life-cycle costs.

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

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

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

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

((+8) ~~\$8,013,000~~) (7) \$7,062,000 of the data processing revolving account--state appropriation is provided solely for the implementation of a pilot program to implement a time, leave, and attendance

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

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

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

(10) Appropriations to state agencies in this act have been reduced to reflect the following changes and reductions in services provided by the department. The department shall revise its central services rates charged to state agencies to implement these changes in services and policy: Small agency client services shall be transferred to the office of financial management on July 1, 2014; small agency human resources services shall cease on July 1, 2014; the personnel services fee shall be reduced fifty percent; costs for the print and imaging program shall be fully recovered through rates charged to state agencies and other government and nonprofit entities for this service; and the enterprise services rate shall be reduced to remove the portion of the rate subsidizing the operations of the print and imaging program.

(11) Through a competitive process, the department, in consultation with the office of the chief information officer, must contract with an entity with significant experience in web portals and e-government services to provide state agencies with services to include, but not be limited to, development and management of the state's web portal (access Washington); development of a state one-stop business portal; facilitating financial transactions and processing; application development, hosting and support; and integration services with existing state agency application systems.

**Sec. 138.** 2013 2nd sp.s. c 4 s 149 (uncodified) is amended to read as follows:

FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS  
Volunteer Firefighters' and Reserve Officers'  
Administrative Account--State Appropriation . . . . (~~\$1,044,000~~)  
\$967,000

(End of part)



PART II  
HUMAN SERVICES

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$296,676,000</del> ))
	<u>\$297,533,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$297,641,000</del> ))
	<u>\$299,549,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$489,939,000</del> ))
	<u>\$496,606,000</u>
General Fund--Private/Local Appropriation . . . . .	\$1,354,000
Home Security Fund Account--State Appropriation . . . . .	\$10,741,000
Domestic Violence Prevention Account--State	
Appropriation . . . . .	\$1,240,000
Child and Family Reinvestment Account--State	
Appropriation . . . . .	(( <del>\$6,491,000</del> ))
	<u>\$2,648,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$1,104,082,000</del> ))
	<u>\$1,108,671,000</u>

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

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

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

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

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

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

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

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

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

30 (8) \$1,698,000 of the general fund--state appropriation for fiscal  
31 year 2014, \$2,788,000 of the general fund--state appropriation for  
32 fiscal year 2015, and (~~(\$1,894,000))~~ \$2,053,000 of the general fund--  
33 federal appropriation are provided solely for implementation of  
34 Engrossed Second Substitute Senate Bill No. 5405 (extended foster  
35 care). If the bill is not enacted by June 30, 2013, the amounts  
36 provided in this subsection shall lapse.

37 (9) \$579,000 of the general fund--state appropriation for fiscal  
38 year 2014, \$579,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$109,000 of the general fund--federal appropriation are  
2 provided solely for a receiving care center east of the Cascade  
3 mountains.

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

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

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

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

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

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

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

35 (iii) Monitoring education progress of participating youth;

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

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

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

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

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

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

17 (11) \$50,000 of the general fund--state appropriation for fiscal  
18 year 2014, and \$50,000 of the general fund--state appropriation for  
19 fiscal year 2015, and \$256,000 of the general fund--federal  
20 appropriation are provided solely for implementation of Substitute  
21 Senate Bill No. 5315 (Powell fatality team). If the bill is not  
22 enacted by June 30, 2013, the amounts provided in this subsection shall  
23 lapse.

24 (12) \$670,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$670,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for services provided through  
27 children's advocacy centers.

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



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

(14) \$1,783,000 of the general fund--state appropriation for fiscal year 2015, (~~(\$6,491,000)~~) \$2,648,000 of the child and family reinvestment account--state appropriation, and \$8,274,000 of the general fund--federal appropriation, are provided solely for the implementation and operations of the family assessment response program.

(15) \$35,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for a rate add-on paid to residential facilities providing behavioral rehabilitation service placements to children or youth who have been assessed as needing mental health services through the mental health division's children's long-term inpatient program and are waiting for an available placement.

(16) \$150,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for training, technical assistance, and oversight for an open-source parenting program developed by a university-based child welfare research entity. The amount provided in this subsection may be expended only if private or local funds are available to develop the parenting curriculum. The department shall make the open-source parenting program developed under this subsection available to parents and caregivers with an open child welfare case beginning January 1, 2015.

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

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

General Fund--State Appropriation (FY 2014) . . . . . (~~(\$89,967,000)~~)  
\$89,365,000

General Fund--State Appropriation (FY 2015) . . . . . (~~(\$90,255,000)~~)  
\$89,074,000

General Fund--Federal Appropriation . . . . . \$3,464,000

General Fund--Private/Local Appropriation . . . . . \$1,981,000

Washington Auto Theft Prevention Authority Account--  
State Appropriation . . . . . \$196,000

1 Reinvesting in Youth--State Appropriation . . . . . \$383,000  
 2 Juvenile Accountability Incentive Account--Federal  
 3     Appropriation . . . . . \$2,801,000  
 4     TOTAL APPROPRIATION . . . . . ((~~\$189,047,000~~))  
 5 \$187,264,000

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

8     (1) \$331,000 of the general fund--state appropriation for fiscal  
 9 year 2014 and \$331,000 of the general fund--state appropriation for  
 10 fiscal year 2015 are provided solely for deposit in the county criminal  
 11 justice assistance account for costs to the criminal justice system  
 12 associated with the implementation of chapter 338, Laws of 1997  
 13 (juvenile code revisions). The amounts provided in this subsection are  
 14 intended to provide funding for county adult court costs associated  
 15 with the implementation of chapter 338, Laws of 1997 and shall be  
 16 distributed in accordance with RCW 82.14.310.

17     (2) \$2,716,000 of the general fund--state appropriation for fiscal  
 18 year 2014 and \$2,716,000 of the general fund--state appropriation for  
 19 fiscal year 2015 are provided solely for the implementation of chapter  
 20 338, Laws of 1997 (juvenile code revisions). The amounts provided in  
 21 this subsection are intended to provide funding for county impacts  
 22 associated with the implementation of chapter 338, Laws of 1997 and  
 23 shall be distributed to counties as prescribed in the current  
 24 consolidated juvenile services (CJS) formula.

25     (3) \$3,482,000 of the general fund--state appropriation for fiscal  
 26 year 2014 and \$3,482,000 of the general fund--state appropriation for  
 27 fiscal year 2015 are provided solely to implement community juvenile  
 28 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
 29 code revisions). Funds provided in this subsection may be used solely  
 30 for community juvenile accountability grants, administration of the  
 31 grants, and evaluations of programs funded by the grants.

32     (4) \$1,130,000 of the general fund--state appropriation for fiscal  
 33 year 2014 and \$1,130,000 of the general fund--state appropriation for  
 34 fiscal year 2015 are provided solely to implement alcohol and substance  
 35 abuse treatment programs for locally committed offenders. The juvenile  
 36 rehabilitation administration shall award these moneys on a competitive  
 37 basis to counties that submitted a plan for the provision of services  
 38 approved by the division of alcohol and substance abuse. The juvenile

1 rehabilitation administration shall develop criteria for evaluation of  
2 plans submitted and a timeline for awarding funding and shall assist  
3 counties in creating and submitting plans for evaluation.

4 (5) \$3,123,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$3,123,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for grants to county juvenile  
7 courts for the following programs identified by the Washington state  
8 institute for public policy (institute) in its October 2006 report:  
9 "Evidence-Based Public Policy Options to Reduce Future Prison  
10 Construction, Criminal Justice Costs and Crime Rates": Functional  
11 family therapy, multi-systemic therapy, aggression replacement training  
12 and interagency coordination programs, or other programs with a  
13 positive benefit-cost finding in the institute's report. County  
14 juvenile courts shall apply to the juvenile rehabilitation  
15 administration for funding for program-specific participation and the  
16 administration shall provide grants to the courts consistent with the  
17 per-participant treatment costs identified by the institute.

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

31 (7)(a) The juvenile rehabilitation administration shall administer  
32 a block grant, rather than categorical funding, of consolidated  
33 juvenile service funds, community juvenile accountability act grants,  
34 the chemical dependency disposition alternative funds, the mental  
35 health disposition alternative, and the sentencing disposition  
36 alternative for the purpose of serving youth adjudicated in the  
37 juvenile justice system. In making the block grant, the juvenile  
38 rehabilitation administration shall follow the following formula and

1 will prioritize evidence-based programs and disposition alternatives  
2 and take into account juvenile courts program-eligible youth in  
3 conjunction with the number of youth served in each approved evidence-  
4 based program or disposition alternative: (i) Thirty-seven and one-  
5 half percent for the at-risk population of youth ten to seventeen years  
6 old; (ii) fifteen percent for moderate and high-risk youth; (iii)  
7 twenty-five percent for evidence-based program participation; (iv)  
8 seventeen and one-half percent for minority populations; (v) three  
9 percent for the chemical dependency disposition alternative; and (vi)  
10 two percent for the mental health and sentencing dispositional  
11 alternatives. Funding for the special sex offender disposition  
12 alternative (SSODA) shall not be included in the block grant, but  
13 allocated on the average daily population in juvenile courts. Funding  
14 for the evidence-based expansion grants shall be excluded from the  
15 block grant formula. Funds may be used for promising practices when  
16 approved by the juvenile rehabilitation administration and juvenile  
17 courts, through the community juvenile accountability act committee,  
18 based on the criteria established in consultation with Washington state  
19 institute for public policy and the juvenile courts.

20 (b) The juvenile rehabilitation administration and the juvenile  
21 courts shall establish a block grant funding formula oversight  
22 committee with equal representation from the juvenile rehabilitation  
23 administration and the juvenile courts. The purpose of this committee  
24 is to assess the ongoing implementation of the block grant funding  
25 formula, utilizing data-driven decision making and the most current  
26 available information. The committee will be cochaired by the juvenile  
27 rehabilitation administration and the juvenile courts, who will also  
28 have the ability to change members of the committee as needed to  
29 achieve its purpose. Initial members will include one juvenile court  
30 representative from the finance committee, the community juvenile  
31 accountability act committee, the risk assessment quality assurance  
32 committee, the executive board of the Washington association of  
33 juvenile court administrators, the Washington state center for court  
34 research, and a representative of the superior court judges  
35 association; two representatives from the juvenile rehabilitation  
36 administration headquarters program oversight staff, two  
37 representatives of the juvenile rehabilitation administration regional  
38 office staff, one representative of the juvenile rehabilitation

1 administration fiscal staff and a juvenile rehabilitation  
2 administration division director. The committee may make changes to  
3 the formula categories other than the evidence-based program and  
4 disposition alternative categories if it is determined the changes will  
5 increase statewide service delivery or effectiveness of evidence-based  
6 program or disposition alternative resulting in increased cost benefit  
7 savings to the state. Long-term cost benefit must be considered.  
8 Percentage changes may occur in the evidence-based program or  
9 disposition alternative categories of the formula should it be  
10 determined the changes will increase evidence-based program or  
11 disposition alternative delivery and increase the cost benefit to the  
12 state. These outcomes will also be considered in determining when  
13 evidence-based expansion or special sex offender disposition  
14 alternative funds should be included in the block grant or left  
15 separate.

16 (c) The juvenile courts and administrative office of the courts  
17 shall be responsible for collecting and distributing information and  
18 providing access to the data systems to the juvenile rehabilitation  
19 administration and the Washington state institute for public policy  
20 related to program and outcome data. The juvenile rehabilitation  
21 administration and the juvenile courts will work collaboratively to  
22 develop program outcomes that reinforce the greatest cost benefit to  
23 the state in the implementation of evidence-based practices and  
24 disposition alternatives.

25 (8) The juvenile courts and administrative office of the courts  
26 shall collect and distribute information related to program outcome and  
27 provide access to these data systems to the juvenile rehabilitation  
28 administration and Washington state institute for public policy. The  
29 agreements between administrative office of the courts, the juvenile  
30 courts, and the juvenile rehabilitation administration shall be  
31 executed to ensure that the juvenile rehabilitation administration  
32 receives the data that the juvenile rehabilitation administration  
33 identifies as needed to comply with this subsection. This includes,  
34 but is not limited to, information by program at the statewide  
35 aggregate level, individual court level, and individual client level  
36 for the purpose of the juvenile rehabilitation administration providing  
37 quality assurance and oversight for the locally committed youth block  
38 grant and associated funds and at times as specified by the juvenile

rehabilitation administration as necessary to carry out these functions. The data shall be provided in a manner that reflects the collaborative work the juvenile rehabilitation administration and juvenile courts have developed regarding program outcomes that reinforce the greatest cost benefit to the state in the implementation of evidence-based practices and disposition alternatives.

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

(10) \$178,000 of the general fund--state appropriation for fiscal year 2014 and \$178,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the juvenile detention alternatives initiative.

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

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

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

(1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS	
General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$327,467,000</del> ))
	<u>\$328,527,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$308,723,000</del> ))
	<u>\$323,230,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$561,394,000</del> ))
	<u>\$665,324,000</u>

1 General Fund--Private/Local Appropriation . . . . . \$17,864,000  
2 TOTAL APPROPRIATION . . . . . ((~~\$1,215,448,000~~))  
3 \$1,334,945,000

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

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

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

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

33 (b) \$6,590,000 of the general fund--state appropriation for fiscal  
34 year 2014, \$6,590,000 of the general fund--state appropriation for  
35 fiscal year 2015, and \$7,620,000 of the general fund--federal  
36 appropriation are provided solely for the department and regional  
37 support networks to continue to contract for implementation of high-  
38 intensity programs for assertive community treatment (PACT) teams. In

determining the proportion of medicaid and nonmedicaid funding provided to regional support networks with PACT teams, the department shall consider the differences between regional support networks in the percentages of services and other costs associated with the teams that are not reimbursable under medicaid. The department may allow regional support networks which have nonmedicaid reimbursable costs that are higher than the nonmedicaid allocation they receive under this section to supplement these funds with local dollars or funds received under section 204(1)(a) of this act. The department and regional support networks shall maintain consistency with all essential elements of the PACT evidence-based practice model in programs funded under this section.

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

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

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

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

(g) \$750,000 of the general fund--state appropriation for fiscal year 2014 and \$750,000 of the general fund--state appropriation for fiscal year 2015 are provided solely to continue performance-based incentive contracts to provide appropriate community support services for individuals with severe mental illness who were discharged from the



1 state hospitals as part of the expanding community services initiative.  
2 These funds will be used to enhance community residential and support  
3 services provided by regional support networks through other state and  
4 federal funding.

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

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

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

16 (iii) Mental health services provided in nursing facilities to  
17 individuals with dementia, and consultation to facility staff treating  
18 those individuals; and

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

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

29 (j) Regional support networks may use local funds to earn  
30 additional federal medicaid match, provided the locally matched rate  
31 does not exceed the upper-bound of their federally allowable rate  
32 range, and provided that the enhanced funding is used only to provide  
33 medicaid state plan or waiver services to medicaid clients.  
34 Additionally, regional support networks may use a portion of the state  
35 funds allocated in accordance with (a) of this subsection to earn  
36 additional medicaid match, but only to the extent that the application  
37 of such funds to medicaid services does not diminish the level of

1 crisis and commitment, community inpatient, residential care, and  
2 outpatient services presently available to persons not eligible for  
3 medicaid.

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

10 (l) \$523,000 of the general fund--state appropriation for fiscal  
11 year 2014, \$775,000 of the general fund--state appropriation for fiscal  
12 year 2015, and \$854,000 of the general fund--federal appropriation are  
13 provided solely for implementation of sections 3 through 5 of chapter  
14 289, Laws of 2013 (E2SHB 1114). Regional support networks must use  
15 this funding for the development of intensive community programs that  
16 allow individuals to be diverted or transitioned from the state  
17 hospitals in accordance with plans approved by the department.

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

26 (n) Due to recent approval of federal medicaid matching funds for  
27 the disability lifeline and the alcohol and drug abuse treatment  
28 support act programs, the department shall charge regional support  
29 networks for only the state share rather than the total cost of  
30 community psychiatric hospitalization for persons enrolled in those  
31 programs.

32 (o) The legislature finds that the circumstances of the Chelan-  
33 Douglas regional support network (CD-RSN) make it necessary for CD-RSN  
34 to undergo restructuring in order to provide mental health services  
35 essential to the health and wellness of the citizens within its service  
36 area. The legislature intends to provide additional temporary  
37 financial relief to the CD-RSN while it undergoes internal

1 restructuring or negotiates a merger with another regional support  
2 network.

3 The department shall negotiate relief for outstanding fiscal year  
4 2013 reimbursements owed by CD-RSN to the state provided that the CD-  
5 RSN has a plan in place that is approved by the department by August 1,  
6 2013, that demonstrates how CD-RSN will maintain financial viability  
7 and stability or will merge with another regional support network.

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

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

27 (q) \$6,546,000 of the general fund--state appropriation for fiscal  
28 year 2015 and \$6,546,000 of the general fund--federal appropriation are  
29 provided solely for the purposes of implementing statewide wraparound  
30 with intensive services for children pursuant to Substitute Senate Bill  
31 No. 6558 (children's mental health services). If the bill is not  
32 enacted by June 30, 2014, the amounts provided in this subsection (q)  
33 shall lapse.

34 (2) INSTITUTIONAL SERVICES

35 General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$135,246,000</del> ))
	<u>\$140,320,000</u>
37 General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$131,863,000</del> ))
	<u>\$130,487,000</u>

1	General Fund--Federal Appropriation . . . . .	(( <del>\$150,863,000</del> ))
2		<u>\$159,836,000</u>
3	General Fund--Private/Local Appropriation . . . . .	(( <del>\$63,097,000</del> ))
4		<u>\$58,844,000</u>
5	TOTAL APPROPRIATION . . . . .	(( <del>\$481,069,000</del> ))
6		<u>\$489,487,000</u>

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

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

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

21       (c) \$45,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$45,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for payment to the city of  
24 Lakewood for police services provided by the city at western state  
25 hospital and adjacent areas.

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

31       (e) ((~~\$2,068,000~~)) \$6,194,000 of the general fund--state  
32 appropriation for fiscal year 2014, \$2,066,000 of the general fund--  
33 state appropriation for fiscal year 2015, and \$240,000 of the general  
34 fund--federal appropriation are provided solely for the state  
35 psychiatric hospitals to plan, procure, and implement the core elements  
36 of an electronic medical record system that is compliant with the  
37 international classification of diseases (ICD-10) by October 1, 2014.  
38 These funds must only be used for an electronic medical record system

1 that meets federal criteria for electronic sharing of patient  
2 information and clinical care summaries with doctors' offices,  
3 hospitals, and health systems which use federally certified electronic  
4 health record systems. The procurement and implementation shall be  
5 conducted to allow for these services to be expanded to the department  
6 of corrections. The amounts provided in this subsection are  
7 conditioned on the department satisfying the requirements of the  
8 project management oversight standards and policies established by the  
9 office of the chief information officer.

10 (3) SPECIAL PROJECTS

11	General Fund--State Appropriation (FY 2014) . . . . .	\$1,609,000
12	General Fund--State Appropriation (FY 2015) . . . . .	<del>(((\$1,610,000))</del>
13		<u>\$449,000</u>
14	General Fund--Federal Appropriation . . . . .	\$6,286,000
15	TOTAL APPROPRIATION . . . . .	<del>(((\$9,505,000))</del>
16		<u>\$8,344,000</u>

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

19 (a) \$1,161,000 of the general fund--state appropriation for fiscal  
20 year 2014 (~~((and \$1,161,000 of the general fund--state appropriation for~~  
21 ~~fiscal year 2015 are))~~) is provided solely for children's evidence-based  
22 mental health services.

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

34 (4) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 2014) . . . . .	<del>(((\$5,287,000))</del>
36		<u>\$5,567,000</u>
37	General Fund--State Appropriation (FY 2015) . . . . .	<del>(((\$4,777,000))</del>

1		<u>\$6,337,000</u>
2	General Fund--Federal Appropriation . . . . .	(( <del>\$7,711,000</del> ))
3		<u>\$8,466,000</u>
4	General Fund--Private/Local Appropriation . . . . .	\$502,000
5	TOTAL APPROPRIATION . . . . .	(( <del>\$18,277,000</del> ))
6		<u>\$20,872,000</u>

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

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

23       (b) \$74,000 of the general fund--state appropriation for fiscal  
24 year 2014, \$74,000 of the general fund--state appropriation for fiscal  
25 year 2015, and \$78,000 of the general fund--federal appropriation are  
26 provided solely for implementation of chapter 335, Laws of 2013 (ESSB  
27 5480).

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

32       (d) In developing the new medicaid managed care rates under which  
33 the public mental health managed care system will operate, the  
34 department must seek to estimate the reasonable and necessary cost of  
35 efficiently and effectively providing a comparable set of medically  
36 necessary mental health benefits to persons of different acuity levels  
37 regardless of where in the state they live. The department must report  
38 to the office of financial management and to the relevant fiscal and

1 policy committees of the legislature on its proposed new mental health  
2 managed care rate-setting approach by August 1, 2013, and again at  
3 least sixty days prior to implementation of new capitation rates.

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

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

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

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

30 (i) \$45,000 of the general fund--state appropriation for fiscal  
31 year 2014 and \$135,000 of the general fund--state appropriation for  
32 fiscal year 2015 are provided solely for implementation of Second  
33 Substitute Senate Bill No. 6312 (behavioral health purchasing). If the  
34 bill is not enacted by June 30, 2014, the amounts provided in this  
35 subsection shall lapse.

36 (j) \$45,000 of the general fund--state appropriation for fiscal  
37 year 2014, \$135,000 of the general fund--state appropriation for fiscal  
38 year 2015, and \$675,000 of the general fund--federal appropriation are

provided solely for the purposes of implementing statewide wraparound with intensive services for children pursuant to Substitute Senate Bill No. 6558 (children's mental health services). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection (j) shall lapse.

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

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

(1) COMMUNITY SERVICES

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$439,963,000</del> ))
	<u>\$444,264,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$458,131,000</del> ))
	<u>\$467,895,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$820,769,000</del> ))
	<u>\$832,546,000</u>
General Fund--Private/Local Appropriation . . . . .	(( <del>\$21,000</del> ))
	<u>\$535,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$1,718,884,000</del> ))
	<u>\$1,745,240,000</u>

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

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

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

(i) The current annual renewal license fee for adult family homes shall be increased to \$225 per bed beginning in fiscal year 2014 and



1 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750  
2 shall be charged to each adult family home when the home is initially  
3 licensed. This fee is nonrefundable.

4 (ii) The current annual renewal license fee for assisted living  
5 facilities shall be increased to \$106 per bed beginning in fiscal year  
6 2014 and \$106 per bed beginning in fiscal year 2015.

7 (iii) The current annual renewal license fee for nursing facilities  
8 shall be increased to \$359 per bed beginning in fiscal year 2014 and  
9 \$359 per bed beginning in fiscal year 2015.

10 (c) The department may authorize a one-time waiver of all or any  
11 portion of the licensing and processing fees required under RCW  
12 70.128.060 in any case in which the department determines that an adult  
13 family home is being relicensed because of exceptional circumstances,  
14 such as death or incapacity of a provider, and that to require the full  
15 payment of the licensing and processing fees would present a hardship  
16 to the applicant.

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

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

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

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

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

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

(i) The department shall reimburse with the exceptional care rate adult family homes that provided care solely to clients with HIV/AIDS on or before January 1, 2000, and continue to provide care solely to clients with HIV/AIDS. The department shall not reduce the exceptional care rate from the rate paid on October 1, 2013.

(j) \$136,000 of the general fund--state appropriation for fiscal year 2015 and \$559,000 of the general fund--federal appropriation are provided solely for the purposes of converting individual and family services to a medicaid program and expanding caseloads for individuals with developmental disabilities pursuant to Substitute Senate Bill No. 6387 (developmental disabilities services). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection (j) shall lapse.

## (2) INSTITUTIONAL SERVICES

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$85,261,000</del> ))
	<u>\$85,892,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$84,980,000</del> ))
	<u>\$85,865,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$160,021,000</del> ))
	<u>\$161,677,000</u>
General Fund--Private/Local Appropriation . . . . .	\$23,041,000
TOTAL APPROPRIATION . . . . .	(( <del>\$353,303,000</del> ))
	<u>\$356,475,000</u>

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

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

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

(3) PROGRAM SUPPORT

General Fund--State Appropriation (FY 2014)	.. (\$1,943,000)
	<u>\$1,972,000</u>
General Fund--State Appropriation (FY 2015)	.. (\$1,993,000)
	<u>\$2,090,000</u>
General Fund--Federal Appropriation	.. (\$1,957,000)
	<u>\$2,108,000</u>
TOTAL APPROPRIATION	.. (\$5,893,000)
	<u>\$6,170,000</u>

The appropriations in this subsection are subject to the following conditions and limitations: \$68,000 of the general fund--state appropriation for fiscal year 2015 and \$46,000 of the general fund--federal appropriation are provided solely for the purposes of designing and implementing the community first choice option benefit pursuant to Substitute Senate Bill No. 6387 (developmental disabilities services). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

(4) SPECIAL PROJECTS

General Fund--State Appropriation (FY 2014)	.. \$1,400,000
General Fund--State Appropriation (FY 2015)	.. \$1,400,000
General Fund--Federal Appropriation	.. \$1,200,000
TOTAL APPROPRIATION	.. \$4,000,000

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

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

1	<b>SERVICES PROGRAM</b>	
2	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$869,628,000</del> ))
3		<u>\$860,070,000</u>
4	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$923,218,000</del> ))
5		<u>\$914,745,000</u>
6	General Fund--Federal Appropriation . . . . .	(( <del>\$1,934,089,000</del> ))
7		<u>\$1,876,105,000</u>
8	General Fund--Private/Local Appropriation . . . . .	(( <del>\$30,122,000</del> ))
9		<u>\$33,471,000</u>
10	Traumatic Brain Injury Account--State	
11	Appropriation . . . . .	\$3,393,000
12	Skilled Nursing Facility Safety Net Trust Account--State	
13	Appropriation . . . . .	\$88,000,000
14	TOTAL APPROPRIATION . . . . .	(( <del>\$3,848,450,000</del> ))
15		<u>\$3,775,784,000</u>

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

18       (1) For purposes of implementing chapter 74.46 RCW, the weighted  
19 average nursing facility payment rate shall not exceed \$171.35 for  
20 fiscal year 2014 and shall not exceed \$171.58 for fiscal year 2015,  
21 including the rate add-ons described in (a) and (b) of this subsection.  
22 However, if the waiver requested from the federal centers for medicare  
23 and medicaid services in relation to the safety net assessment is for  
24 any reason disapproved, the weighted average nursing facility payment  
25 rate shall not exceed \$162.43 for fiscal year 2014 and shall not exceed  
26 \$163.58 for fiscal year 2015. There will be no adjustments for  
27 economic trends and conditions in fiscal years 2014 and 2015. The  
28 economic trends and conditions factor or factors defined in the  
29 biennial appropriations act shall not be compounded with the economic  
30 trends and conditions factor or factors defined in any other biennial  
31 appropriations acts before applying it to the component rate  
32 allocations established in accordance with chapter 74.46 RCW. When no  
33 economic trends and conditions factor for either fiscal year is defined  
34 in a biennial appropriations act, no economic trends and conditions  
35 factor or factors defined in any earlier biennial appropriations act  
36 shall be applied solely or compounded to the component rate allocations  
37 established in accordance with chapter 74.46 RCW.

1 (a) Within the funds provided, the department shall continue to  
2 provide an add-on per medicaid resident day per facility not to exceed  
3 \$1.57. The add-on shall be used to increase wages, benefits, and/or  
4 staffing levels for certified nurse aides; or to increase wages and/or  
5 benefits for dietary aides, housekeepers, laundry aides, or any other  
6 category of worker whose statewide average dollars-per-hour wage was  
7 less than \$15 in calendar year 2008, according to cost report data.  
8 The add-on may also be used to address resulting wage compression for  
9 related job classes immediately affected by wage increases to low-wage  
10 workers. The department shall continue reporting requirements and a  
11 settlement process to ensure that the funds are spent according to this  
12 subsection.

13 (b) The department shall do a comparative analysis of the facility-  
14 based payment rates calculated on July 1, 2013, using the payment  
15 methodology defined in chapter 74.46 RCW and as funded in the omnibus  
16 appropriations act, excluding the comparative add-on, acuity add-on,  
17 and safety net reimbursement, to the facility-based payment rates in  
18 effect June 30, 2010. If the facility-based payment rate calculated on  
19 July 1, 2013, is smaller than the facility-based payment rate on June  
20 30, 2010, then the difference shall be provided to the individual  
21 nursing facilities as an add-on payment per medicaid resident day.

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

31 (d) The department shall provide a medicaid rate add-on to  
32 reimburse the medicaid share of the skilled nursing facility safety net  
33 assessment as a medicaid allowable cost. The nursing facility safety  
34 net rate add-on may not be included in the calculation of the annual  
35 statewide weighted average nursing facility payment rate.

36 (e) The rate add-on provided in (c) of this subsection is subject  
37 to the reconciliation and settlement process provided in RCW  
38 74.46.022(6).

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

5 (2) In accordance with chapter 74.46 RCW, the department shall  
6 issue no additional certificates of capital authorization for fiscal  
7 year 2014 and no new certificates of capital authorization for fiscal  
8 year 2015 and shall grant no rate add-ons to payment rates for capital  
9 improvements not requiring a certificate of need and a certificate of  
10 capital authorization for fiscal years 2014 and 2015.

11 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
12 43.135.055, the department is authorized to increase nursing facility,  
13 assisted living facility, and adult family home fees as necessary to  
14 fully support the actual costs of conducting the licensure, inspection,  
15 and regulatory programs. The license fees may not exceed the  
16 department's annual licensing and oversight activity costs and shall  
17 include the department's cost of paying providers for the amount of the  
18 license fee attributed to medicaid clients.

19 (a) The current annual renewal license fee for adult family homes  
20 shall be increased to \$225 per bed beginning in fiscal year 2014 and  
21 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750  
22 shall be charged to each adult family home when the home is initially  
23 licensed. This fee is nonrefundable.

24 (b) The current annual renewal license fee for assisted living  
25 facilities shall be increased to \$106 per bed beginning in fiscal year  
26 2014 and \$106 per bed beginning in fiscal year 2015.

27 (c) The current annual renewal license fee for nursing facilities  
28 shall be increased to \$359 per bed beginning in fiscal year 2014 and  
29 \$359 per bed beginning in fiscal year 2015.

30 (4) The department may authorize a one-time waiver of all or any  
31 portion of the licensing and processing fees required under RCW  
32 70.128.060 in any case in which the department determines that an adult  
33 family home is being relicensed because of exceptional circumstances,  
34 such as death or incapacity of a provider, and that to require the full  
35 payment of the licensing and processing fees would present a hardship  
36 to the applicant.

37 (5) The department is authorized to place long-term care clients

1 residing in nursing homes and paid for with state only funds into less  
2 restrictive community care settings while continuing to meet the  
3 client's care needs.

4 ~~((+5))~~ (6) \$30,640,000 of the general fund--state appropriation  
5 for fiscal year 2014, \$48,633,000 of the general fund--state  
6 appropriation for fiscal year 2015, and \$79,273,000 of the general  
7 fund--federal appropriation are provided solely for the implementation  
8 of the agreement reached between the governor and the service employees  
9 international union healthcare 775nw through an interest arbitration  
10 decision under the provisions of chapters 74.39A and 41.56 RCW for the  
11 2013-2015 fiscal biennium.

12 ~~((+6))~~ (7) \$1,840,000 of the general fund--state appropriation for  
13 fiscal year 2014 and \$1,877,000 of the general fund--state  
14 appropriation for fiscal year 2015 are provided solely for operation of  
15 the volunteer services program. Funding shall be prioritized towards  
16 serving populations traditionally served by long-term care services to  
17 include senior citizens and persons with disabilities.

18 ~~((+7) \$4,894,000))~~ (8) \$2,447,000 of the general fund--state  
19 appropriation for fiscal year 2015, and ~~((+8) \$15,150,000))~~ \$7,575,000 of  
20 the general fund--federal appropriation are provided solely for a  
21 payment system that satisfies medicaid requirements regarding time  
22 reporting for W-2 providers. The amounts provided in this subsection  
23 are conditioned on the department satisfying the requirements of the  
24 project management oversight standards and policies established by the  
25 office of the chief information officer.

26 ~~((+8))~~ (9) The department is authorized to establish limited  
27 exemption criteria in rule to address RCW 74.39A.325 when a landline  
28 phone is not available to the employee.

29 ~~((+9))~~ (10) Within the amounts appropriated in this section, in a  
30 report to the appropriate fiscal committees of the legislature that  
31 must be submitted by December 1, 2013, the department of social and  
32 health services must describe the process for establishing medicaid  
33 rates for assisted living and adult family homes. The report must  
34 include information about licensing and physical plant standards,  
35 contracting provisions, and per capita and biennial expenditures for  
36 assisted living and adult family homes.

37 ~~((+10))~~ (11) \$10,800,000 of the general fund--state appropriation  
38 for fiscal year 2014, \$17,768,000 of the general fund--state

1 appropriation for fiscal year 2015, and \$28,567,000 of the general  
2 fund--federal appropriation are provided solely for the homecare agency  
3 parity impacts of the service employees international union healthcare  
4 775nw arbitration award.

5 ~~((+11+))~~ (12) \$33,000 of the general fund--state appropriation for  
6 fiscal year 2014, \$17,000 of the general fund--state appropriation for  
7 fiscal year 2015, and \$50,000 of the general fund--federal  
8 appropriation are provided solely for staffing and other expenses  
9 associated with the work of the joint legislative executive committee  
10 on planning for aging and disability issues that is established by this  
11 subsection.

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

14 (i) Four members of the senate, with the leaders of the two largest  
15 caucuses each appointing two members. Four members of the house of  
16 representatives, with the leaders of the two largest caucuses each  
17 appointing two members;

18 (ii) A member from the office of the governor, appointed by the  
19 governor;

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

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

24 (v) The director of the department of retirement systems or his or  
25 her designee.

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

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

33 (i) Establish a profile of Washington's current population of older  
34 people and people with disabilities and a projection of population  
35 growth through 2030;

36 (ii) Establish an inventory of services and supports currently  
37 available to older people and people with disabilities from the health



1 care and long-term services and support systems and other community  
2 resources such as housing, transportation, income support, and  
3 protection for vulnerable adults;

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

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

11 (v) Identify policy options to create financing mechanisms for  
12 long-term services and supports that will promote additional private  
13 responsibility for individuals and families to meet their needs for  
14 service;

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

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

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

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

27 (f) Within existing appropriations, the cost of meetings must be  
28 paid jointly by the senate, house of representatives, and the office of  
29 financial management. Joint committee expenditures are subject to  
30 approval by the senate facilities and operations committee and the  
31 house of representatives executive rules committee, or their successor  
32 committees. The joint committee members may be reimbursed for travel  
33 expenses as authorized under RCW 43.03.050 and 43.03.060, and chapter  
34 44.04 RCW as appropriate. Advisory committee members may not receive  
35 compensation or reimbursement for travel and expenses.

36 (g) The committee shall issue an interim report to the legislature  
37 by December 10, 2013, and issue final recommendations to the governor

1 and relevant standing committees of the legislature by December 10,  
2 2014.

3 ~~((+12+))~~ (13) \$240,000 of the general fund--state appropriation for  
4 fiscal year 2014, \$1,342,000 of the general fund--state appropriation  
5 for fiscal year 2015, and \$1,468,000 of the general fund--federal  
6 appropriation are provided solely to implement chapter 320, Laws of  
7 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

8 ~~((+13+))~~ (14) The department shall review the capital add-on rate  
9 established by RCW 74.39A.320 for effectiveness in incentivizing  
10 assisted living facilities to serve Medicaid eligible clients. Upon  
11 completing its review, the department shall submit its findings along  
12 with recommendations for alternatives to the office of financial  
13 management and the fiscal committees of the legislature by December 1,  
14 2013. The department is encouraged to engage stakeholders in  
15 developing alternatives.

16 ~~((+14+))~~ (15) \$239,000 of the general fund--state appropriation for  
17 fiscal year 2014, \$160,000 of the general fund--state appropriation for  
18 fiscal year 2015, and \$398,000 of the general fund--federal  
19 appropriation are provided solely to implement chapter 300, Laws of  
20 2013 (SSB 5630).

21 (16) \$5,094,000 of the general fund--state appropriation for fiscal  
22 year 2015 is provided solely for services and support to individuals  
23 who are deaf, hard of hearing, or deaf-blind.

24 (17) \$30,000 of the general fund--state appropriation for fiscal  
25 year 2014 is provided solely for the department to contract with area  
26 agencies on aging to convene a work group to include first responders  
27 and companies providing life alert or other emergency alert services  
28 and to develop a proposal on how vulnerable adults who have life alert  
29 services might be made known to first responders in the event of a  
30 long-term power or telecommunications outage. The work group shall  
31 review methods for information sharing to include:

32 (a) Protocols and conditions in which information would be shared;

33 (b) A process whereby vulnerable life alert and emergency alert  
34 customers may provide permission for their information to be shared in  
35 the event of an emergency;

36 (c) Privacy protections for participants in the program; and

37 (d) Liability protections for agencies that collect, maintain, and  
38 track information.

1 The work group shall develop recommendations and provide them to the  
2 office of financial management and to the appropriate legislative  
3 committees by November 15, 2014.

4 (18) Within existing appropriations, the department is authorized  
5 to implement the fully capitated demonstration project for individuals  
6 who are dually eligible for medicare and medicaid. Savings realized  
7 from this implementation may be used to offset any general fund--state  
8 costs incurred by the department.

9 (19) \$233,000 of the general fund--state appropriation for fiscal  
10 year 2015 and \$175,000 of the general fund--federal appropriation are  
11 provided solely for the purposes of designing and implementing the  
12 community first choice option benefit pursuant to Substitute Senate  
13 Bill No. 6387 (developmental disabilities services). If the bill is  
14 not enacted by June 30, 2014, the amounts provided in this subsection  
15 shall lapse.

16 (20) The department shall reimburse with the exceptional care rate  
17 adult family homes that provided care solely to clients with HIV/AIDS  
18 on or before January 1, 2000, and continue to provide care solely to  
19 clients with HIV/AIDS. The department shall not reduce the exceptional  
20 care rate from the rate paid on October 1, 2013.

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

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

25 General Fund--State Appropriation (FY 2014) . . . . . ((~~\$402,504,000~~))  
26 \$363,084,000

27 General Fund--State Appropriation (FY 2015) . . . . . ((~~\$405,019,000~~))  
28 \$369,714,000

29 General Fund--Federal Appropriation . . . . . ((~~\$1,211,774,000~~))  
30 \$1,233,115,000

31 General Fund--Private/Local Appropriation . . . . . ((~~\$30,594,000~~))  
32 \$36,450,000

33 Administration Contingency Account--State

34 Appropriation . . . . . \$5,000,000

35 TOTAL APPROPRIATION . . . . . ((~~\$2,049,891,000~~))  
36 \$2,007,363,000

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

3 (1)(a) (~~(\$178,757,000)~~) \$136,955,000 of the general fund--state  
4 appropriation for fiscal year 2014, (~~(\$172,999,000)~~) \$137,766,000 of  
5 the general fund--state appropriation for fiscal year 2015, \$5,000,000  
6 of the administrative contingency account--state appropriation, and  
7 (~~(\$732,881,000)~~) \$756,523,000 of the general fund--federal  
8 appropriation are provided solely for all components of the WorkFirst  
9 program. Within the amounts provided for the WorkFirst program, the  
10 department may provide assistance using state-only funds for families  
11 eligible for temporary assistance for needy families. The department  
12 must create a WorkFirst budget structure that allows for transparent  
13 tracking of budget units and subunits of expenditures where these units  
14 and subunits are mutually exclusive from other department budget units.  
15 The budget structure must include budget units for the following: Cash  
16 assistance, child care, WorkFirst activities, and administration of the  
17 program. Within these budget units, the department must develop  
18 program index codes for specific activities and develop allotments and  
19 track expenditures using these codes. The department shall report to  
20 the office of financial management and the relevant fiscal and policy  
21 committees of the legislature prior to adopting the new structure. The  
22 secretary of the department of social and health services, working with  
23 WorkFirst partner agencies and in collaboration with the WorkFirst  
24 oversight task force, shall develop a plan for maximizing the following  
25 outcomes and shall report back to the legislature by November 1, 2013.  
26 The outcomes to be measured are: (i) Increased employment; (ii)  
27 completion of education or post-secondary training; (iii) completion of  
28 barrier removal activity including drug and alcohol or mental health  
29 treatment; (iv) housing stability; (v) child care or education  
30 stability for the children of temporary assistance for needy families  
31 recipients; (vi) reduced rate of return after exit from the WorkFirst  
32 program; and (vii) work participation requirements.

33 (b) (~~(\$406,818,000)~~) \$372,704,000 of the amounts in (a) of this  
34 subsection are provided solely for assistance to clients, including  
35 grants, diversion cash assistance, and additional diversion emergency  
36 assistance including but not limited to assistance authorized under RCW  
37 74.08A.210. The department may use state funds to provide support to

1 working families that are eligible for temporary assistance for needy  
2 families but otherwise not receiving cash assistance.

3 (c) (~~(\$168,019,000)~~) \$167,808,000 of the amounts in (a) of this  
4 subsection are provided solely for WorkFirst job search, education and  
5 training activities, barrier removal services, limited English  
6 proficiency services, and tribal assistance under RCW 74.08A.040. The  
7 department must allocate this funding based on client outcomes and cost  
8 effectiveness measures.

9 (d) (~~(\$367,676,000)~~) \$352,085,000 of the amounts in (a) of this  
10 subsection are provided solely for the working connections child care  
11 program under RCW 43.215.135. The amounts provided in this subsection  
12 (d) are provided conditioned on the department of social and health  
13 services and the department of early learning taking additional actions  
14 to identify and reduce the backlog of overpayment cases related to  
15 public assistance programs, including the working connections child  
16 care program. The departments shall collaborate and create a plan to  
17 triage overpayment cases in a manner that identifies and prioritizes  
18 cases with large overpayments and likelihood of fraudulent activity.  
19 The departments shall provide a quarterly report to the appropriate  
20 policy and fiscal committees of the legislature detailing the specific  
21 actions taken as a result of this subsection (d). The department of  
22 social and health services shall also establish an interagency  
23 agreement with the state auditor's office to conduct an independent  
24 performance audit of the office of fraud and accountability recovery.  
25 The audit shall include an analysis of the data reporting elements used  
26 by the office, current methods for determining the closing of cases,  
27 workload allocation, and issues associated with coordination between  
28 the two departments. \$300,000 of the amount provided in this  
29 subsection (d) is provided solely for this performance audit.

30 (e) (~~(\$142,124,000)~~) \$142,974,000 of the amounts in (a) of this  
31 subsection are provided solely for WorkFirst and working connections  
32 child care administration and overhead.

33 (f) The amounts in (b) through (~~(+d+)~~) (e) of this subsection shall  
34 be expended for the programs and in the amounts specified. However,  
35 the department may transfer up to 10 percent of funding between (b)  
36 through (~~(+d+)~~) (e) of this subsection, but only if the funding is  
37 available or necessary to transfer solely due to utilization, caseload  
38 changes, or underperformance in terms of client outcomes. The

1 department shall provide notification prior to any transfer to the  
2 office of financial management and to the appropriate legislative  
3 committees and the legislative-executive WorkFirst oversight task  
4 force. The approval of the director of financial management is  
5 required prior to any transfer under this subsection.

6 (2) \$1,657,000 of the general fund--state appropriation for fiscal  
7 year 2014 and \$1,657,000 of the general fund--state appropriation for  
8 fiscal year 2015 are provided solely for naturalization services.

9 (3) \$2,366,000 of the general fund--state appropriation for fiscal  
10 year 2014 is provided solely for employment services for refugees and  
11 immigrants, of which \$1,774,000 is provided solely for the department  
12 to pass through to statewide refugee and immigrant assistance  
13 organizations for limited English proficiency pathway services; and  
14 \$2,366,000 of the general fund--state appropriation for fiscal year  
15 2015 is provided solely for employment services for refugees and  
16 immigrants, of which \$1,774,000 is provided solely for the department  
17 to pass through to statewide refugee and immigrant assistance  
18 organizations for limited English proficiency pathway services.

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

25 (5) To ensure expenditures remain within available funds  
26 appropriated in this section, the legislature establishes the benefit  
27 under the state food assistance program, pursuant to RCW 74.08A.120, to  
28 be seventy-five percent of the federal supplemental nutrition  
29 assistance program benefit amount.

30 (6) \$18,000 of the general fund--state appropriation for fiscal  
31 year 2014 is provided solely for implementation of section 1, chapter  
32 337, Laws of 2013 (2SSB 5595).

33 (7) \$4,729,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$4,729,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for implementation of the  
36 telephone assistance program and the Washington information network 211  
37 organization pursuant to Substitute House Bill No. 1971 (communication  
38 services). Of these funds, \$500,000 of the general fund--state

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

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

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

(10) \$500,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$1,500,000)~~) \$650,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementation of Substitute House Bill No. 2069 (safety net benefits). If the bill is not enacted by June 30, 2013, the amounts provided in this subsection shall lapse.

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

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

General Fund--State Appropriation (FY 2014) . . . . . (~~(\$72,650,000)~~)  
\$73,008,000

General Fund--State Appropriation (FY 2015) . . . . . (~~(\$61,855,000)~~)  
\$63,616,000

General Fund--Federal Appropriation . . . . . (~~(\$277,248,000)~~)  
\$279,242,000

General Fund--Private/Local Appropriation . . . . . (~~(\$13,554,000)~~)  
\$16,316,000

Criminal Justice Treatment Account--State





substance abuse prevention and treatment federal block grant) is provided solely for the continued funding of existing county drug and alcohol use prevention programs.

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

~~(6) ((\$283,000 of the criminal justice treatment account appropriation is provided solely for transitional funding for the family drug court in Pierce county.))~~ \$141,000 of the general fund--state appropriation for fiscal year 2014 and \$142,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for transitional funding for the family drug court in Pierce county.

(7) Within existing appropriations, the department shall prioritize the prevention and treatment of intravenous, opiate-based drug use.

(8) \$62,000 of the general fund--state appropriation for fiscal year 2015 is provided solely to expand access to a program located in a county with a population over 700,000 that provides case management and coordinating services for low-income women who are pregnant or parenting and have a suspected history of alcohol or drug abuse.

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

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

General Fund--State Appropriation (FY 2014) . . . . . ((\$16,478,000))  
\$16,523,000

General Fund--State Appropriation (FY 2015) . . . . . ((\$16,459,000))

1 \$11,410,000  
2 General Fund--Federal Appropriation . . . . . ((~~\$99,413,000~~))  
3 \$99,397,000  
4 TOTAL APPROPRIATION . . . . . ((~~\$132,350,000~~))  
5 \$127,330,000

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

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

14 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**  
15 **PROGRAM**

16 General Fund--State Appropriation (FY 2014) . . . . . ((~~\$36,420,000~~))  
17 \$37,738,000  
18 General Fund--State Appropriation (FY 2015) . . . . . ((~~\$35,813,000~~))  
19 \$37,115,000  
20 TOTAL APPROPRIATION . . . . . ((~~\$72,233,000~~))  
21 \$74,853,000

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

24 (1) The department of social and health services shall transfer the  
25 stewardship of McNeil Island to the department of corrections  
26 industries program, effective September 1, 2013. The transferred  
27 responsibilities shall include marine operations, waste water  
28 treatment, water treatment, road maintenance, and any other general  
29 island maintenance that is not site specific to the operations of the  
30 special commitment center or the Pierce county secure community  
31 transition facility. Facility maintenance within the perimeter of the  
32 special commitment center shall remain the responsibility of the  
33 department of social and health services. Capital repairs and  
34 maintenance necessary to maintain the special commitment center on  
35 McNeil Island shall be managed by the department of social and health  
36 services. The legislature directs both departments to enter into an  
37 interagency agreement by August 1, 2013. The office of financial

1 management shall oversee the negotiations of the interagency agreement.  
2 The interagency agreement must describe equipment that will transfer  
3 between the departments, warehouse space that will be shared by the  
4 departments, and occupancy requirements for any shops outside the  
5 perimeter of the special commitment center. The office of financial  
6 management will make the final determination on any disagreements  
7 between the departments on the details of the interagency agreement.

8 (2) (~~(\$3,120,000))~~ \$3,042,000 of the general fund--state  
9 appropriation for fiscal year 2014 and (~~(\$3,120,000))~~ \$3,024,000 of the  
10 general fund--state appropriation for fiscal year 2015 are provided  
11 solely for operational costs specific to island operations of the  
12 special commitment center and the Pierce county secure community  
13 transition facility. The department shall establish an accounting  
14 structure that enables it to track and report on costs specific to  
15 island operations.

16 (3) By November 1, 2014, the department of social and health  
17 services shall provide a report to the office of financial management  
18 and the appropriate fiscal and policy committees of the legislature  
19 that evaluates the department's expenditures for certain medical and  
20 pharmacy costs for its residents within the special commitment center.  
21 The department, as part of its evaluation, shall consult with the  
22 health care authority, the health benefits exchange, and the department  
23 of corrections. At a minimum, the report must look at the following  
24 items:

25 (a) Obtaining medicaid eligibility for residents;

26 (b) Feasibility of obtaining insurance for residents through the  
27 health benefit exchange;

28 (c) Utilizing multi-state consortiums for the purchase of  
29 pharmaceuticals to reduce costs; and

30 (d) Consolidating contracts for medical inpatient and outpatient  
31 services with western state hospital.

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

36 (~~(+4))~~ (5) All classified employees of the department of social  
37 and health services assigned to the department of corrections under  
38 this subsection whose positions are within an existing bargaining unit

description at the department of corrections shall become a part of the existing bargaining unit at the department of corrections and shall be considered an appropriate inclusion or modification of the existing bargaining unit under the provisions of chapter 41.80 RCW.

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

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

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$30,127,000</del> ))
	<u>\$29,732,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$29,333,000</del> ))
	<u>\$29,649,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$37,150,000</del> ))
	<u>\$37,291,000</u>
General Fund--Private/Local Appropriation . . . . .	\$654,000
TOTAL APPROPRIATION . . . . .	(( <del>\$97,264,000</del> ))
	<u>\$97,326,000</u>

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

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

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

(3) \$82,000 of the general fund--state appropriation for fiscal year 2014, \$44,000 of the general fund--state appropriation for fiscal year 2015, and \$28,000 of the general fund--federal appropriation are provided solely to develop a report on state efforts to prevent and control diabetes. The department, the health care authority, and the department of health shall submit a coordinated report to the governor

1 and the appropriate committees of the legislature by December 31, 2014,  
2 on the following:

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

20 (b) An assessment of the benefits of implemented and existing  
21 programs and activities aimed at controlling all types of diabetes and  
22 preventing the disease. This assessment must also document the amount  
23 and source for any funding directed to each agency for the programs and  
24 activities aimed at reaching those with diabetes of all types;

25 (c) A description of the level of coordination existing between the  
26 agencies on activities, programmatic activities, and messaging on  
27 managing, treating, or preventing all types of diabetes and its  
28 complications;

29 (d) The development or revision of detailed policy-related action  
30 plans and budget recommendations for battling diabetes and undiagnosed  
31 gestational diabetes that includes a range of actionable items for  
32 consideration by the legislature. The plans and budget recommendations  
33 must identify proposed action steps to reduce the impact of diabetes,  
34 prediabetes, related diabetes complications, and undiagnosed  
35 gestational diabetes. The plans and budget recommendations must also  
36 identify expected outcomes of the action steps proposed in the  
37 following biennium while also establishing benchmarks for controlling  
38 and preventing all types of diabetes; and

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

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

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

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$60,470,000</del> ))
	<u>\$62,740,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$60,511,000</del> ))
	<u>\$63,506,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$55,264,000</del> ))
	<u>\$56,784,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$176,245,000</del> ))
	<u>\$183,030,000</u>

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

**FOR THE STATE HEALTH CARE AUTHORITY**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$2,131,026,000</del> ))
	<u>\$2,143,469,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,114,731,000</del> ))
	<u>\$2,157,699,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$7,245,749,000</del> ))
	<u>\$7,884,777,000</u>
General Fund--Private/Local Appropriation . . . . .	(( <del>\$57,780,000</del> ))
	<u>\$56,407,000</u>
Emergency Medical Services and Trauma Care Systems	
Trust Account--State Appropriation . . . . .	\$15,082,000
Hospital Safety Net Assessment Fund--State	
Appropriation . . . . .	\$669,381,000
Health Benefit Exchange Account--State	
Appropriation . . . . .	(( <del>\$17,277,000</del> ))
	<u>\$16,589,000</u>
State Health Care Authority Administration Account--	
State Appropriation . . . . .	(( <del>\$34,809,000</del> ))
	<u>\$35,137,000</u>

1 Medical Aid Account--State Appropriation . . . . . \$528,000  
2 Medicaid Fraud Penalty Account--State Appropriation . . . . \$21,206,000  
3 TOTAL APPROPRIATION . . . . . ((~~\$12,307,569,000~~))  
4 \$13,000,275,000

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

7 (1) ((~~\$1,143,994,000~~)) \$1,900,484,000 of the general fund--federal  
8 appropriation is provided solely to implement the medicaid expansion as  
9 defined in the social security act, section 1902(a)(10)(A)(i)(VIII),  
10 subject to the conditions and limitations in this subsection. If the  
11 federal medical assistance percentage for the medicaid expansion falls  
12 below the percentages in section 1905(y) of the social security act as  
13 of July 1, 2013, the authority shall ensure that the state does not  
14 incur any additional state costs above what would have been incurred  
15 had the federal medical assistance percentages remained at the  
16 percentages in section 1905(y) as of July 1, 2013. The director is  
17 authorized to make any necessary program adjustments to comply with  
18 this requirement, including adding or adjusting premiums, modifying  
19 benefits, or reducing optional programs. To the extent a waiver is  
20 needed to accomplish this, the director shall promptly apply for such  
21 waiver. If a necessary waiver is not approved, the medicaid expansion  
22 program shall be terminated upon appropriate notification to the  
23 legislature and enrollees.

24 (2) The requirements of this subsection apply to the basic health  
25 plan. This subsection is null and void and has no further effect upon  
26 implementation of the medicaid expansion under subsection (1) of this  
27 section.

28 (a) Within amounts appropriated in this section and sections 205  
29 and 206 of this act, the health care authority shall continue to  
30 provide an enhanced basic health plan subsidy for foster parents  
31 licensed under chapter 74.15 RCW and workers in state-funded home care  
32 programs. Under this enhanced subsidy option, foster parents eligible  
33 to participate in the basic health plan as subsidized enrollees and  
34 home care workers with family incomes below 200 percent of the federal  
35 poverty level shall be allowed to enroll in the basic health plan at  
36 the minimum premium amount charged to enrollees with incomes below  
37 sixty-five percent of the federal poverty level.

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

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

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

29 (3) The legislature finds that medicaid payment rates, as  
30 calculated by the health care authority pursuant to the appropriations  
31 in this act, bear a reasonable relationship to the costs incurred by  
32 efficiently and economically operated facilities for providing quality  
33 services and will be sufficient to enlist enough providers so that care  
34 and services are available to the extent that such care and services  
35 are available to the general population in the geographic area. The  
36 legislature finds that the cost reports, payment data from the federal  
37 government, historical utilization, economic data, and clinical input  
38 constitute reliable data upon which to determine the payment rates.



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

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

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

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

20 (8) \$4,261,000 of the general fund--state appropriation for fiscal  
21 year 2014, \$4,261,000 of the general fund--state appropriation for  
22 fiscal year 2015, and \$8,522,000 of the general fund--federal  
23 appropriation are provided solely for low-income disproportionate share  
24 hospital payments.

25 (9) \$400,000 of the general fund--state appropriation for fiscal  
26 year 2014, \$400,000 of the general fund--state appropriation for fiscal  
27 year 2015, and \$800,000 of the general fund--federal appropriation are  
28 provided solely for disproportionate share hospital payments to rural  
29 hospitals certified by the centers for medicare and medicaid services  
30 as sole community hospitals as of January 1, 2013, with less than one  
31 hundred fifty acute care licensed beds in fiscal year 2011 that do not  
32 participate in the certified public expenditures program.

33 (10) \$100,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$100,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for grants to rural hospitals in  
36 Clallam county that were certified by the centers for medicare and  
37 medicaid services as sole community hospitals as of January 1, 2013,

1 with less than one hundred fifty acute care licensed beds in fiscal  
2 year 2011.

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

8 (12) \$6,000,000 of the general fund--federal appropriation is  
9 provided solely for supplemental payments to nursing homes operated by  
10 public hospital districts. The public hospital district shall be  
11 responsible for providing the required nonfederal match for the  
12 supplemental payment, and the payments shall not exceed the maximum  
13 allowable under federal rules. It is the legislature's intent that the  
14 payments shall be supplemental to and shall not in any way offset or  
15 reduce the payments calculated and provided in accordance with part E  
16 of chapter 74.46 RCW. It is the legislature's further intent that  
17 costs otherwise allowable for rate-setting and settlement against  
18 payments under chapter 74.46 RCW shall not be disallowed solely because  
19 such costs have been paid by revenues retained by the nursing home from  
20 these supplemental payments. The supplemental payments are subject to  
21 retrospective interim and final cost settlements based on the nursing  
22 homes' as-filed and final medicare cost reports. The timing of the  
23 interim and final cost settlements shall be at the health care  
24 authority's discretion. During either the interim cost settlement or  
25 the final cost settlement, the health care authority shall recoup from  
26 the public hospital districts the supplemental payments that exceed the  
27 medicaid cost limit and/or the medicare upper payment limit. The  
28 health care authority shall apply federal rules for identifying the  
29 eligible incurred medicaid costs and the medicare upper payment limit.

30 (13) The health care authority shall continue the inpatient  
31 hospital certified public expenditures program for the 2013-2015 fiscal  
32 biennium. The program shall apply to all public hospitals, including  
33 those owned or operated by the state, except those classified as  
34 critical access hospitals or state psychiatric institutions. The  
35 health care authority shall submit reports to the governor and  
36 legislature by November 1, 2013, and by November 1, 2014, that evaluate  
37 whether savings continue to exceed costs for this program. If the  
38 certified public expenditures (CPE) program in its current form is no

1 longer cost-effective to maintain, the health care authority shall  
2 submit a report to the governor and legislature detailing  
3 cost-effective alternative uses of local, state, and federal resources  
4 as a replacement for this program. During fiscal year 2014 and fiscal  
5 year 2015, hospitals in the program shall be paid and shall retain one  
6 hundred percent of the federal portion of the allowable hospital cost  
7 for each medicaid inpatient fee-for-service claim payable by medical  
8 assistance and one hundred percent of the federal portion of the  
9 maximum disproportionate share hospital payment allowable under federal  
10 regulations. Inpatient medicaid payments shall be established using an  
11 allowable methodology that approximates the cost of claims submitted by  
12 the hospitals. Payments made to each hospital in the program in each  
13 fiscal year of the biennium shall be compared to a baseline amount.  
14 The baseline amount will be determined by the total of (a) the  
15 inpatient claim payment amounts that would have been paid during the  
16 fiscal year had the hospital not been in the CPE program based on the  
17 reimbursement rates developed, implemented, and consistent with  
18 policies approved in the 2013-2015 biennial operating appropriations  
19 act and in effect on July 1, 2013, (b) one-half of the indigent  
20 assistance disproportionate share hospital payment amounts paid to and  
21 retained by each hospital during fiscal year 2005, and (c) all of the  
22 other disproportionate share hospital payment amounts paid to and  
23 retained by each hospital during fiscal year 2005 to the extent the  
24 same disproportionate share hospital programs exist in the 2013-2015  
25 fiscal biennium. If payments during the fiscal year exceed the  
26 hospital's baseline amount, no additional payments will be made to the  
27 hospital except the federal portion of allowable disproportionate share  
28 hospital payments for which the hospital can certify allowable match.  
29 If payments during the fiscal year are less than the baseline amount,  
30 the hospital will be paid a state grant equal to the difference between  
31 payments during the fiscal year and the applicable baseline amount.  
32 Payment of the state grant shall be made in the applicable fiscal year  
33 and distributed in monthly payments. The grants will be recalculated  
34 and redistributed as the baseline is updated during the fiscal year.  
35 The grant payments are subject to an interim settlement within eleven  
36 months after the end of the fiscal year. A final settlement shall be  
37 performed. To the extent that either settlement determines that a  
38 hospital has received funds in excess of what it would have received as

described in this subsection, the hospital must repay the excess amounts to the state when requested. (~~(\$3,860,000)~~) \$11,928,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$1,137,000)~~) \$14,821,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for state grants for the participating hospitals.

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

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

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

(17) \$57,000 of the general fund--state appropriation for fiscal year 2014, \$40,000 of the general fund--state appropriation for fiscal year 2015, and \$55,000 of the general fund--federal appropriation are provided solely to develop a report on state efforts to prevent and control diabetes. The authority, the department of social and health services, and the department of health shall submit a coordinated

1 report to the governor and the appropriate committees of the  
2 legislature by December 31, 2014, on the following:

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

20 (b) An assessment of the benefits of implemented and existing  
21 programs and activities aimed at controlling all types of diabetes and  
22 preventing the disease. This assessment must also document the amount  
23 and source for any funding directed to each agency for the programs and  
24 activities aimed at reaching those with diabetes of all types;

25 (c) A description of the level of coordination existing between the  
26 agencies on activities, programmatic activities, and messaging on  
27 managing, treating, or preventing all types of diabetes and its  
28 complications;

29 (d) The development or revision of detailed policy-related action  
30 plans and budget recommendations for battling diabetes and undiagnosed  
31 gestational diabetes that includes a range of actionable items for  
32 consideration by the legislature. The plans and budget recommendations  
33 must identify proposed action steps to reduce the impact of diabetes,  
34 prediabetes, related diabetes complications, and undiagnosed  
35 gestational diabetes. The plans and budget recommendations must also  
36 identify expected outcomes of the action steps proposed in the  
37 following biennium while also establishing benchmarks for controlling  
38 and preventing all types of diabetes; and

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

4 (18) Within the amounts appropriated in this section, the authority  
5 shall identify strategies to improve patient adherence to treatment  
6 plans for diabetes and implement these strategies as a pilot through  
7 one health home program to be identified by the authority. The  
8 authority shall report to the governor and the legislature in December  
9 2014 on the progress of strategy implementation. The authority shall  
10 report to the governor and legislature in December 2015 on patient  
11 outcomes and cost savings derived from new adherence strategies in the  
12 health home model and make recommendations for improving the  
13 strategies.

14 (19) Effective January 1, 2014, managed care contracts must  
15 incorporate accountability measures that monitor patient health and  
16 improved health outcomes, and shall include an expectation that each  
17 patient receive a wellness examination that documents the baseline  
18 health status and allows for monitoring of health improvements and  
19 outcome measures.

20 (20) \$25,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$25,000 of the general fund--federal appropriation are  
22 provided solely for the development of recommendations for funding  
23 integrated school nursing and outreach services. The authority shall  
24 collaborate with the office of the superintendent of public instruction  
25 to develop recommendations for increasing federal financial  
26 participation for providing nursing services in schools with the goals  
27 of integrating nursing and outreach services and supporting one nurse  
28 for every four hundred fifty students in elementary schools and one  
29 nurse for every seven hundred fifty students in secondary schools. In  
30 developing these recommendations, the authority shall inquire with the  
31 federal centers for medicare and medicaid services about state plan  
32 amendment or waiver options for receiving additional federal matching  
33 funds for school nursing services provided to children enrolled in  
34 apple health for kids. The recommendations shall include proposals for  
35 funding training and reimbursement for nurses that provide outreach  
36 services to help eligible students enroll in apple health for kids and  
37 other social services programs. The authority and the office of the

1 superintendent of public instruction shall provide these  
2 recommendations to the governor and the legislature by December 1,  
3 2013.

4 (21) \$430,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$500,000 of the general fund--federal appropriation are  
6 provided solely to complete grant requirements for the health  
7 information exchange.

8 (22) \$143,000 of the medicaid fraud penalty account--state  
9 appropriation and \$423,000 of the general fund--federal appropriation  
10 are provided solely for the rebasing of outpatient and inpatient  
11 payment methods.

12 (23) \$1,163,000 of the medicaid fraud penalty account--state  
13 appropriation and \$9,710,000 of the general fund--federal appropriation  
14 are provided solely to implement the conversion to the tenth version of  
15 the world health organization's international classification of  
16 diseases.

17 (24) \$111,000 of the general fund--state appropriation for fiscal  
18 year 2014, \$35,000 of the general fund--state appropriation for fiscal  
19 year 2015, and \$359,000 of the general fund--federal appropriation are  
20 provided solely to update the medicaid information technology  
21 architecture state self-assessment and to develop the five year road  
22 map for the medicaid information technology architecture architect.

23 (25) \$62,000 of the general fund--state appropriation for fiscal  
24 year 2014, \$62,000 of the general fund--state appropriation for fiscal  
25 year 2015, and \$126,000 of the general fund--federal appropriation are  
26 provided solely to support the Robert Bree collaborative's efforts to  
27 disseminate evidence-based best practices for preventing and treating  
28 health problems.

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

33 (27) The authority shall seek a medicaid state plan amendment to  
34 create a professional services supplemental payment managed care  
35 program for professional services delivered to managed care recipients  
36 by University of Washington medicine and other public professional  
37 providers. This program shall be effective as soon as administratively  
38 possible and shall operate concurrently with the existing professional

1 services supplemental payment program. The authority shall apply  
2 federal rules for identifying the difference between average commercial  
3 rates and fee-for-service medicaid payments. This difference will be  
4 multiplied by the number of managed care encounters and incorporated  
5 into the managed care plan capitation rates by a certified actuary.  
6 The managed care plans will pay the providers the difference  
7 attributable to the increased capitation rate. Participating providers  
8 shall be solely responsible for providing the local funds required to  
9 obtain federal matching funds. Any incremental costs incurred by the  
10 authority in the development, implementation, and maintenance of this  
11 program shall be the responsibility of the participating providers.  
12 Participating providers shall retain the full amount of supplemental  
13 payments provided under this program, net of any costs related to the  
14 program that are disallowed due to audits or litigation against the  
15 state.

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

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

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

30 (31) \$90,000 of the general fund--state appropriation for fiscal  
31 year 2014, \$90,000 of the general fund--state appropriation for fiscal  
32 year 2015, and \$180,000 of the general fund--federal appropriation are  
33 provided solely to continue operation by a nonprofit organization of a  
34 toll-free hotline that assists families to learn about and enroll in  
35 the apple health for kids program.

36 (32) Within the amounts appropriated in this section, the authority  
37 shall reduce premiums for children with family incomes above 200  
38 percent of the federal poverty level in the state-funded children's



1 health program who are not eligible for coverage under the federal  
2 children's health insurance program. Premiums in the state and federal  
3 children's health insurance program shall be equal.

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

7 (34) \$150,000 of the general fund--state appropriation for fiscal  
8 year 2014, \$436,000 of the general fund--state appropriation for fiscal  
9 year 2015, and \$170,561,000 of the general fund--federal appropriation  
10 are provided solely for the provider incentive program and other  
11 initiatives related to the health information technology medicaid plan.

12 (~~((37) \$1,531,000))~~ (35) \$1,528,000 of the general fund--state  
13 appropriation for fiscal year 2014, (~~((280,000))~~) \$2,206,000 of the  
14 general fund--state appropriation for fiscal year 2015, and  
15 (~~((10,803,000))~~) \$17,920,000 of the general fund--federal appropriation  
16 are provided solely to implement phase two of the project to create a  
17 single provider payment system that consolidates medicaid medical and  
18 social services payments and replaces the social service payment  
19 system. The amounts provided in this subsection are conditioned on the  
20 authority satisfying the requirements of the project management  
21 oversight standards and policies established by the office of the chief  
22 information officer.

23 (~~((38))~~) (36) Within the amounts appropriated in this section, the  
24 health care authority and the department of social and health services  
25 shall implement the state option to provide health homes for enrollees  
26 with chronic conditions under section 2703 of the federal affordable  
27 care act. The total state match for enrollees who are dually-eligible  
28 for both medicare and medicaid and not enrolled in managed care shall  
29 be no more than the net savings to the state from the enhanced match  
30 rate for its medicaid-only managed care enrollees under section 2703.

31 (~~((39))~~) (37) The health care authority shall not initiate any  
32 services that require expenditure of state general fund moneys unless  
33 expressly authorized in this act or other law. The health care  
34 authority may seek, receive, and spend, under RCW 43.79.260 through  
35 43.79.282, federal moneys not anticipated in this act as long as the  
36 federal funding does not require expenditure of state moneys for the  
37 program in excess of amounts anticipated in this act. If the health  
38 care authority receives unanticipated unrestricted federal moneys,

1 those moneys shall be spent for services authorized in this act or in  
2 any other legislation providing appropriation authority, and an equal  
3 amount of appropriated state general fund moneys shall lapse. Upon the  
4 lapsing of any moneys under this subsection, the office of financial  
5 management shall notify the legislative fiscal committees. As used in  
6 this subsection, "unrestricted federal moneys" includes block grants  
7 and other funds that federal law does not require to be spent on  
8 specifically defined projects or matched on a formula basis by state  
9 funds.

10 ~~((+40+))~~ (38) Within the amounts appropriated in this section, the  
11 authority shall reimburse for primary care services provided by  
12 naturopathic physicians.

13 ~~((+41+))~~ (39) Within amounts appropriated, the health care  
14 authority shall conduct a review of its management and staffing  
15 structure to identify efficiencies and opportunities to reduce full  
16 time equivalent employees and other administrative costs. A report  
17 summarizing the review and the authority's recommendations to reduce  
18 costs and full time equivalent employees must be submitted to the  
19 governor and legislature by November 1, 2013.

20 ~~((+42)---\$17,279,000))~~ (40) \$16,589,000 of the health benefit  
21 exchange account--state appropriation and ~~((+\$2,721,000))~~ \$3,409,000 of  
22 the general fund--federal appropriation are provided solely to support  
23 the operations of the Washington health benefit exchange from January  
24 1, 2015, to June 30, 2015. The Washington state health insurance pool  
25 administrator shall transfer \$20,838,000 of pool contributions to the  
26 treasurer for deposit into the health benefit exchange account in  
27 calendar year 2014. Within the amounts provided in this subsection,  
28 \$341,000 of the health benefit exchange account--state appropriation  
29 and \$688,000 of the general fund--federal appropriation are provided  
30 solely for print services and postage for modified adjusted gross  
31 income medicaid eligibility correspondence sent from the health benefit  
32 exchange.

33 ~~((+43+))~~ (41) Within the amounts appropriated in this section, the  
34 authority shall continue to provide coverage after December 31, 2013,  
35 for pregnant teens that qualify under existing pregnancy medical  
36 programs, but whose eligibility for pregnancy related services would  
37 otherwise end due to the application of the new modified adjusted gross  
38 income eligibility standard.

1       ~~((44)) Upon implementation of the medicaid expansion under~~  
2 ~~subsection (1) of this section, the breast and cervical cancer~~  
3 ~~treatment program is eliminated. To maintain continuity of coverage,~~  
4 ~~the authority shall offer the option to stay in a fee-for-service~~  
5 ~~program to clients that are already enrolled in the breast and cervical~~  
6 ~~cancer treatment program and will be transitioned into the new adult~~  
7 ~~group upon implementation of the medicaid expansion. The authority~~  
8 ~~will continue to provide coverage to clients that are already enrolled~~  
9 ~~in the breast and cervical cancer treatment program at the time of~~  
10 ~~program elimination until their courses of treatment are completed.~~

11       ~~(45))~~ (42) \$40,000 of the general fund--state appropriation for  
12 fiscal year 2014 and \$40,000 of the general fund--federal appropriation  
13 are provided solely for the authority to create a new position to  
14 provide adequate oversight and assistance to managed care  
15 organizations, rural health clinics, and federally qualified health  
16 centers under a new administratively streamlined payment methodology.  
17 Effective July 1, 2013, or upon obtaining any necessary federal  
18 approval, but in no case during the first quarter of a calendar year,  
19 the authority shall implement an administratively streamlined payment  
20 methodology for federally qualified health centers and rural health  
21 clinics. The authority's payments to managed care organizations shall  
22 include the full encounter payment comprised of both the standard and  
23 enhancement payments for federally qualified health centers and rural  
24 health clinics as defined in the medicaid state plan and in accordance  
25 with section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)).  
26 At no time will a managed care organization be at risk for or have any  
27 claim to the supplemental payment portion of the rate which will be  
28 reconciled to ensure accurate payment and full pass through of the  
29 obligated funds. For any services eligible for encounter payments, as  
30 defined in the medicaid state plan, managed care organizations shall be  
31 required to pay at least the full published encounter rates directly to  
32 each clinic or center, and payments will be reconciled on at least an  
33 annual basis between the managed care organization and the authority,  
34 with final review and approval by the authority. At the option of any  
35 clinic, the enhancement payment can be received from the managed care  
36 organization on a per member per month basis for all assigned managed  
37 care enrollees in an amount prescribed by the authority. Nothing in  
38 this section is intended to disrupt mutually agreeable contractual

1 arrangements between managed care organizations and clinics that impact  
2 how the standard payment for services is paid. The authority will  
3 require participating managed care organizations to reimburse federally  
4 qualified health centers and rural health clinics for clean claims in  
5 strict adherence to the timeliness of payment standards established  
6 under contract and specified for the medicaid fee-for-service program  
7 in section 1902(a)(37) of the social security act (42 U.S.C.  
8 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and specified for health carriers  
9 in WAC 284-43-321. The authority shall exercise all necessary options  
10 under its existing sanctions policy to enforce timely payment of  
11 claims. The authority shall ensure necessary staff and resources are  
12 identified to actively monitor and enforce the timeliness and accuracy  
13 of payments to federally qualified health centers and rural health  
14 clinics. By January 1, 2014, and after collaboration with federally  
15 qualified health centers, rural health clinics, managed care plans, and  
16 the centers for medicare and medicaid services, the authority will  
17 produce a report that provides options for a new payment methodology  
18 that rewards innovation and outcomes over volume of services delivered,  
19 and which maintains the integrity of the rural health clinic and  
20 federally qualified health center programs as outlined under federal  
21 law. The report will detail necessary federal authority for  
22 implementation and provide the benefits and drawbacks of each option.

23 ~~((+46+))~~ (43) \$3,605,000 of the general fund--state appropriation  
24 for fiscal year 2014 is provided solely to proportionally reduce the  
25 amounts that rural health clinics owe the state under the calendar year  
26 2009 recoupment.

27 ~~((+47+))~~ (44) Sufficient amounts are appropriated in this section  
28 to remove the mental health visit limit and to provide the shingles  
29 vaccine and screening, brief intervention, and referral to treatment  
30 benefits that are available in the medicaid alternative benefit plan in  
31 the current medicaid benefit plan beginning January 1, 2014. ~~((The  
32 authority shall monitor the costs of the habilitative benefit as part  
33 of the forecasting process but shall not provide this benefit in the  
34 current medicaid benefit plan without a direct appropriation in the  
35 omnibus appropriations act))~~.

36 ~~((+48+))~~ (45) The appropriations in this section reflect savings  
37 and efficiencies achieved by modifying dispensing methods of  
38 contraceptive drugs. The authority must make arrangements for all

1    medicaid programs offered through managed care plans or fee-for-service  
2    programs to require dispensing of contraceptive drugs with a one-year  
3    supply provided at one time unless a patient requests a smaller supply  
4    or the prescribing physician instructs that the patient must receive a  
5    smaller supply. Contracts with managed care plans must allow on-site  
6    dispensing of the prescribed contraceptive drugs at family planning  
7    clinics. Dispensing practices must follow clinical guidelines for  
8    appropriate prescribing and dispensing to ensure the health of the  
9    patient while maximizing access to effective contraceptive drugs.

10        (~~((49+))~~) (46)(a) \$75,000 of the general fund--state appropriation  
11    for fiscal year 2014 and \$75,000 of the general fund--federal  
12    appropriation are provided solely for preparing options with an expert  
13    consultant for possible implementation of a targeted premium assistance  
14    program and possible implementation of the federal basic health option.  
15    \$75,000 of the amounts appropriated in this subsection is provided  
16    solely for the development of options related to the targeted premium  
17    assistance program. The authority shall develop options for a waiver  
18    request to the federal centers for medicare and medicaid services to  
19    implement a targeted premium assistance program for the expansion  
20    adults, identified in section 1902(a)(10)(A)(i)(VIII) of the social  
21    security act, with incomes above one hundred percent of the federal  
22    poverty level, and for children covered in the children's health  
23    insurance program with incomes above two hundred percent of the federal  
24    poverty level, with a goal of providing seamless coverage through the  
25    health benefit exchange and improving opportunities for families to be  
26    covered in the same health plans. The options must include the  
27    possibility of applying premiums for individuals and cost-sharing that  
28    may exceed the five percent of family income cap under federal law, and  
29    the options must include recommendations to make the targeted premium  
30    assistance program cost neutral. The authority shall submit a report  
31    on the options to the legislature and the governor by January 1, 2014.  
32    The authority is encouraged to be creative, use subject matter experts,  
33    and exhaust all possible options to achieve cost neutrality. The  
34    report shall also include a detailed plan and timeline. \$75,000 of the  
35    amounts appropriated in this subsection is provided solely for the  
36    development of options related to the federal basic health option. The  
37    authority shall prepare options for implementing the federal basic  
38    health option as federal guidance becomes available. The authority

1 shall submit a report on the options to the legislature and the  
2 governor by January 1, 2014, or ninety days following the release of  
3 federal guidance. The report must include a comparison of the premiums  
4 and cost-sharing under the federal basic health option with the premium  
5 assistance options described in this subsection, options for  
6 implementing the federal basic health option in combination with a  
7 premium assistance program, a detailed fiscal analysis for each  
8 coverage approach, including the estimated costs for system design and  
9 implementation, and information about impacted populations.

10 (b) Where possible, the authority shall leverage the same expert  
11 consultants to review each proposal and compare and contrast the  
12 approaches to ensure seamless coordination with the health benefit  
13 exchange.

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

16 (47) Moneys appropriated in this section shall not be used to pay  
17 hospital owned physician practices or clinics a higher payment rate  
18 than the maximum resource based relative value scale fee rate received  
19 by non-hospital owned physician practices or clinics for the same  
20 procedure.

21 (48) \$390,000 of the general fund--state appropriation for fiscal  
22 year 2015 and \$3,510,000 of the general fund--federal appropriation are  
23 provided solely for medicaid clients to select the medicaid managed  
24 care organization of their choice within the Washington  
25 healthplanfinder online marketplace.

26 (49) Within the amounts provided in this section, the authority  
27 shall exercise the state option and open the medicaid breast and  
28 cervical cancer treatment program.

29 (50) Within the amounts provided in this section, the authority  
30 shall increase the use of value based contracting and other payment  
31 incentives that promote quality, efficiency, cost savings, and health  
32 improvement. The authority shall also implement additional chronic  
33 disease management techniques that reduce the subsequent need for  
34 hospitalization or readmissions. It is the intent of the legislature  
35 that the reforms the authority implements under this subsection are  
36 anticipated to reduce extraneous medical costs when fully phased in by  
37 fiscal year 2017 and as a result achieve a twenty-five million dollar  
38 general fund--state savings in the 2015-2017 fiscal biennium.

(51) \$200,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for a grant to the Yakima valley hearing and speech center to serve low-income children.

(52) Within the amounts appropriated in this section, the authority must conduct an actuarial analysis of the differences in claim costs and utilization of services by enrollees in consumer-directed health plans offered by the public employees benefits board program as compared to the claim costs and utilization of services by enrollees in other state employee health plans. The analysis shall separately identify the level of savings attributable to the benefit design and cost-sharing of the consumer-directed health plans versus savings attributable to differences in the health status of plan enrollees.

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

**FOR THE HUMAN RIGHTS COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$2,077,000</del> ))
	<u>\$2,080,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,996,000</del> ))
	<u>\$2,028,000</u>
General Fund--Federal Appropriation . . . . .	\$2,185,000
TOTAL APPROPRIATION . . . . .	(( <del>\$6,258,000</del> ))
	<u>\$6,293,000</u>

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

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

**FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**

Worker and Community Right-to-Know Account--State	
Appropriation . . . . .	\$10,000
Accident Account--State Appropriation . . . . .	(( <del>\$19,763,000</del> ))
	<u>\$19,775,000</u>
Medical Aid Account--State Appropriation . . . . .	(( <del>\$19,763,000</del> ))
	<u>\$19,775,000</u>

TOTAL APPROPRIATION . . . . . ((~~\$39,536,000~~))  
\$39,560,000

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

**FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . . ((~~\$14,257,000~~))  
\$14,522,000  
General Fund--State Appropriation (FY 2015) . . . . . ((~~\$14,159,000~~))  
\$14,859,000  
General Fund--Private/Local Appropriation . . . . . ((~~\$3,059,000~~))  
\$4,351,000  
Death Investigations Account--State Appropriation . . . . . \$148,000  
Municipal Criminal Justice Assistance Account--  
State Appropriation . . . . . \$460,000  
Washington Auto Theft Prevention Authority Account--  
State Appropriation . . . . . \$8,597,000  
TOTAL APPROPRIATION . . . . . ((~~\$40,680,000~~))  
\$42,937,000

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

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

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

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

(4) \$100,000 of the general fund--state appropriation for fiscal  
year 2014 and \$100,000 of the general fund--state appropriation for  
fiscal year 2015 are provided solely for a school safety program. The



1 commission, in collaboration with the school safety center advisory  
2 committee, shall provide the school safety training for all school  
3 administrators and school safety personnel hired after the effective  
4 date of this section.

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

21 (6) \$123,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$123,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for the costs of providing  
24 statewide advanced driving training with the use of a driving  
25 simulator.

26 (7) \$165,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$165,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely for crisis intervention training  
29 for peace officers. The commission shall incorporate eight hours of  
30 crisis intervention curriculum into its basic law enforcement academy  
31 and shall offer an eight-hour in-service crisis intervention training  
32 course.

33 (8) \$500,000 of the general fund--state appropriation for fiscal  
34 year 2015 is provided solely for the Washington association of sheriffs  
35 and police chiefs to implement and operate an ongoing electronic  
36 statewide no-buy database program for use by scrap metal businesses,  
37 consistent with chapter 43.43 RCW.

1       (9) \$70,000 of the general fund--state appropriation for fiscal  
2 year 2015 is provided solely for the commission to design and initiate,  
3 in partnership with Seattle university criminal justice department, the  
4 first year of a five-year study to research the effectiveness of its  
5 crisis intervention training. By November 1, 2014, the commission  
6 shall provide a report to the office of financial management and the  
7 appropriate fiscal and policy committees of the legislature that sets  
8 forth the proposed benchmarks and outcomes to be evaluated by the  
9 study. The commission shall provide an annual report of its evaluation  
10 to date by June 30th of each fiscal year during the study.

11       (10) \$300,000 of the general fund--state appropriation for fiscal  
12 year 2015 is provided solely to the commission to provide drug  
13 enforcement and prosecution assistance to counties in the three  
14 enforcement areas identified in chapter 339, Laws of 2006. Funding  
15 shall be divided equally among the three enforcement areas and shall be  
16 used to supplement other fund sources such as federal grant funds for  
17 drug intervention and enforcement efforts. These enforcement areas are  
18 encouraged to continue pursuing funds available through the United  
19 States office of national drug control policy. The counties comprising  
20 a specific area must coordinate with each other to establish and  
21 implement a regional strategy to enforce illegal drug laws. The  
22 commission must allocate the funds to the Washington association of  
23 prosecuting attorneys and the Washington association of sheriffs and  
24 police chiefs for administration. The Washington association of  
25 prosecuting attorneys is responsible for administration of the funding  
26 and programs for the prosecution of crimes and court proceedings. The  
27 Washington association of sheriffs and police chiefs is responsible for  
28 administering the funds provided for law enforcement.

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

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

32	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$17,158,000</del> ))
33		<u>\$17,216,000</u>
34	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$17,733,000</del> ))
35		<u>\$17,790,000</u>
36	General Fund--Federal Appropriation . . . . .	\$11,876,000
37	Asbestos Account--State Appropriation . . . . .	\$366,000

1	Electrical License Account--State Appropriation . . . . .	(( <del>\$37,124,000</del> ))
2		<u>\$40,253,000</u>
3	Farm Labor Contractor Account--State Appropriation . . . . .	\$28,000
4	Worker and Community Right-to-Know Account--	
5	State Appropriation . . . . .	\$903,000
6	Public Works Administration Account--State	
7	Appropriation . . . . .	(( <del>\$6,252,000</del> ))
8		<u>\$7,230,000</u>
9	Manufactured Home Installation Training Account--	
10	State Appropriation . . . . .	\$353,000
11	Accident Account--State Appropriation . . . . .	(( <del>\$258,440,000</del> ))
12		<u>\$260,307,000</u>
13	Accident Account--Federal Appropriation . . . . .	\$13,626,000
14	Medical Aid Account--State Appropriation . . . . .	(( <del>\$278,697,000</del> ))
15		<u>\$280,366,000</u>
16	Medical Aid Account--Federal Appropriation . . . . .	\$3,186,000
17	Plumbing Certificate Account--State Appropriation . . . . .	(( <del>\$1,732,000</del> ))
18		<u>\$1,746,000</u>
19	Pressure Systems Safety Account--State	
20	Appropriation . . . . .	\$4,193,000
21	TOTAL APPROPRIATION . . . . .	(( <del>\$651,667,000</del> ))
22		<u>\$659,439,000</u>

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

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

29       (2) \$1,336,000 of the medical aid account--state appropriation is  
30 provided solely for implementation of Substitute Senate Bill No. 5362  
31 (workers' compensation/vocational rehabilitation). If the bill is not  
32 enacted by June 30, 2013, the amount provided in this subsection shall  
33 lapse.

34       (3) \$279,000 of the public works administration account--state  
35 appropriation, \$4,000 of the medical aid account--state appropriation,  
36 and \$4,000 of the accident account--state appropriation are provided  
37 solely for implementation of Substitute House Bill No. 1420

(transportation improvement projects). If the bill is not enacted by June 30, 2013, the amounts provided in this subsection shall lapse.

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

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

(6) \$1,459,000 of the medical aid account--state appropriation and \$1,459,000 of the accident account--state appropriation are provided solely for implementation of Senate Bill No. 5112 (retrospective rating plan). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

(7) \$130,000 of the medical aid account--state appropriation and \$132,000 of the accident account--state appropriation are provided solely for implementation of Substitute Senate Bill No. 5360 (unpaid wage collection). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

(8) \$32,000 of the medical aid account--state appropriation and \$176,000 of the accident account--state appropriation are provided

solely for implementation of Substitute Senate Bill No. 5123 (farm internship program). If the bill is not enacted by June 30, 2014, the amounts provided in this subsection shall lapse.

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

**FOR THE DEPARTMENT OF VETERANS AFFAIRS**

(1) HEADQUARTERS

General Fund--State Appropriation (FY 2014)	.. (\$1,996,000))
	<u>\$1,995,000</u>
General Fund--State Appropriation (FY 2015)	.. (\$1,900,000))
	<u>\$1,899,000</u>
Charitable, Educational, Penal, and Reformatory Institutions Account--State Appropriation	.. \$10,000
TOTAL APPROPRIATION	.. (( <del>\$3,906,000</del> ))
	<u>\$3,904,000</u>

(2) FIELD SERVICES

General Fund--State Appropriation (FY 2014)	.. (( <del>\$5,340,000</del> ))
	<u>\$5,337,000</u>
General Fund--State Appropriation (FY 2015)	.. (( <del>\$5,316,000</del> ))
	<u>\$5,311,000</u>
General Fund--Federal Appropriation	.. \$3,455,000
General Fund--Private/Local Appropriation	.. (( <del>\$4,418,000</del> ))
	<u>\$4,541,000</u>
<u>Veterans Innovations Program Account--State Appropriation</u>	.. <u>\$104,000</u>
Veteran Estate Management Account--Private/Local Appropriation	.. \$1,104,000
TOTAL APPROPRIATION	.. (( <del>\$19,633,000</del> ))
	<u>\$19,852,000</u>

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

(a) \$300,000 of the general fund--state appropriation for fiscal year 2014 ~~((and))~~, \$300,000 of the general fund--state appropriation for fiscal year 2015, and \$104,000 of the veterans innovations program account--state appropriation are provided solely ~~((to provide))~~ for crisis and emergency relief and education, training, and employment

1 assistance to veterans and their families in their communities through  
2 the veterans innovation program.

3 (b) The department shall continue its work on developing a proposal  
4 and securing federal and local support for a joint pilot program with  
5 the U.S. department of defense that would increase data sharing between  
6 the federal transition assistance program, the state, and local  
7 agencies serving the communities that service members are transitioning  
8 back into when they return from deployment. The department shall  
9 prepare a detailed proposal for the 2015 legislative session that  
10 includes, but is not limited to:

11 (i) The forecasted incremental increase in demand for veteran's  
12 services in the state over time;

13 (ii) Some initial detail on the number and type of local agencies  
14 that will be considered in the feasibility study;

15 (iii) Detail on the current information technology capability  
16 within the department and among its partners;

17 (iv) A scope of work describing what the feasibility study is  
18 expected to cover, to include proposed capabilities for the end  
19 solution; and

20 (v) Options for how this data integration would be paid for both  
21 long term and short term, including, but not limited to, potential  
22 partnering with the U.S. department of defense or other entities.

23 (3) INSTITUTIONAL SERVICES

24	General Fund--State Appropriation (FY 2014) . . . . .	(((\$102,000))
25		<u>\$101,000</u>
26	General Fund--State Appropriation (FY 2015) . . . . .	(((\$20,000))
27		<u>\$17,000</u>
28	General Fund--Federal Appropriation . . . . .	(((\$68,981,000))
29		<u>\$69,332,000</u>
30	General Fund--Private/Local Appropriation . . . . .	(((\$39,355,000))
31		<u>\$25,403,000</u>
32	TOTAL APPROPRIATION . . . . .	(((\$108,458,000))
33		<u>\$94,853,000</u>

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

36 **FOR THE DEPARTMENT OF HEALTH**

37 General Fund--State Appropriation (FY 2014) . . . . . (((\$60,230,000))

1		<u>\$59,865,000</u>
2	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$59,198,000</del> ))
3		<u>\$62,357,000</u>
4	General Fund--Federal Appropriation . . . . .	(( <del>\$536,074,000</del> ))
5		<u>\$535,553,000</u>
6	General Fund--Private/Local Appropriation . . . . .	(( <del>\$139,455,000</del> ))
7		<u>\$139,260,000</u>
8	Hospital Data Collection Account--State Appropriation . . . .	\$222,000
9	Health Professions Account--State Appropriation . . . . .	(( <del>\$104,722,000</del> ))
10		<u>\$105,292,000</u>
11	Aquatic Lands Enhancement Account--State Appropriation . . . .	\$604,000
12	Emergency Medical Services and Trauma Care Systems	
13	Trust Account--State Appropriation . . . . .	(( <del>\$12,319,000</del> ))
14		<u>\$11,198,000</u>
15	Safe Drinking Water Account--State Appropriation . . . . .	(( <del>\$5,267,000</del> ))
16		<u>\$5,255,000</u>
17	Drinking Water Assistance Account--Federal	
18	Appropriation . . . . .	(( <del>\$14,806,000</del> ))
19		<u>\$14,745,000</u>
20	Waterworks Operator Certification--State	
21	Appropriation . . . . .	\$1,560,000
22	Drinking Water Assistance Administrative Account--	
23	State Appropriation . . . . .	\$339,000
24	Site Closure Account--State Appropriation . . . . .	\$159,000
25	Biotoxin Account--State Appropriation . . . . .	\$1,323,000
26	State Toxics Control Account--State Appropriation . . . . .	(( <del>\$3,949,000</del> ))
27		<u>\$3,935,000</u>
28	Medical Test Site Licensure Account--State	
29	Appropriation . . . . .	(( <del>\$4,737,000</del> ))
30		<u>\$4,730,000</u>
31	Youth Tobacco Prevention Account--State Appropriation . . . .	\$1,512,000
32	<u>Dedicated Marijuana Account--State Appropriation . . . . .</u>	<u>\$1,000,000</u>
33	Public Health Supplemental Account--Private/Local	
34	Appropriation . . . . .	\$3,236,000
35	Accident Account--State Appropriation . . . . .	\$304,000
36	Medical Aid Account--State Appropriation . . . . .	\$50,000
37	Medicaid Fraud Penalty Account--State	
38	Appropriation . . . . .	\$987,000

TOTAL APPROPRIATION . . . . . ((~~\$951,053,000~~))  
\$953,486,000

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

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

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



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

8 (3) \$150,000 of the state toxics control account--state  
9 appropriation is provided solely to provide water filtration systems  
10 for low-income households with individuals at high public health risk  
11 from nitrate-contaminated wells in the lower Yakima basin.

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

18 (b) The integration must provide prescription monitoring program  
19 data to emergency department personnel when the patient registers in  
20 the emergency department. Such exchange may be a private or public  
21 joint venture, including the use of the state health information  
22 exchange.

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

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

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

34 (5) (~~(\$270,000))~~ \$180,000 of the general fund--state appropriation  
35 for fiscal year 2014 (~~(is))~~ and \$150,000 of the general fund--state  
36 appropriation for fiscal year 2015 are provided solely for the  
37 Washington autism alliance to assist autistic individuals and families  
38 with autistic children during the transition to federal health reform.

1 (6) \$6,000 of the general fund--state appropriation for fiscal year  
2 2014 and \$5,000 of the general fund--state appropriation for fiscal  
3 year 2015 are provided solely for the department to convene a work  
4 group to study and recommend language for standardized clinical  
5 affiliation agreements for clinical placements associated with the  
6 education and training of physicians licensed under chapter 18.71 RCW,  
7 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,  
8 and nurses licensed under chapter 18.79 RCW. The work group shall  
9 develop one recommended standardized clinical affiliation agreement for  
10 each profession or one recommended standardized clinical affiliation  
11 agreement for all three professions.

12 (a) When choosing members of the work group, the department shall  
13 consult with the health care personnel shortage task force and shall  
14 attempt to ensure that the membership of the work group is  
15 geographically diverse. The work group must, at a minimum, include  
16 representatives of the following:

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

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

35 (7) \$65,000 of the general fund--state appropriation for fiscal  
36 year 2014 and \$65,000 of the general fund--state appropriation for  
37 fiscal year 2015 are for the midwifery licensure and regulatory program

1 to supplement revenue from fees. The department shall charge no more  
2 than five hundred twenty-five dollars annually for new or renewed  
3 licenses for the midwifery program.

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

8 (9) \$654,000 of the health professions account--state appropriation  
9 is provided solely for the implementation of Engrossed Senate Bill No.  
10 5206 (health sciences library). If the bill is not enacted by June 30,  
11 2013, the amount provided in this subsection shall lapse.

12 (10) \$35,000 of the health professions account--state appropriation  
13 is provided solely for the implementation of House Bill No. 1003  
14 (health professions licensees). If the bill is not enacted by June 30,  
15 2013, the amount provided in this subsection shall lapse.

16 (11) \$10,000 of the health professions account--state appropriation  
17 is provided solely for the implementation of Substitute House Bill No.  
18 1270 (board of denturists). If the bill is not enacted by June 30,  
19 2013, the amount provided in this subsection shall lapse.

20 (12) \$10,000 of the health professions account--state appropriation  
21 is provided solely for the implementation of Substitute House Bill No.  
22 1271 (denturism). If the bill is not enacted by June 30, 2013, the  
23 amount provided in this subsection shall lapse.

24 (13) \$11,000 of the health professions account--state appropriation  
25 is provided solely for the implementation of House Bill No. 1330  
26 (dental hygienists, assistants). If the bill is not enacted by June  
27 30, 2013, the amount provided in this subsection shall lapse.

28 (14) \$1,008,000 of the health professions account--state  
29 appropriation is provided solely for the implementation of Substitute  
30 House Bill No. 1343 (nurses surcharge). If the bill is not enacted by  
31 June 30, 2013, the amount provided in this subsection shall lapse.

32 (15) \$34,000 of the health professions account--state appropriation  
33 is provided solely for the implementation of Substitute House Bill No.  
34 1376 (suicide assessment training). If the bill is not enacted by June  
35 30, 2013, the amount provided in this subsection shall lapse.

36 (16) \$10,000 of the health professions account--state appropriation  
37 is provided solely for the implementation of Engrossed Substitute House

1 Bill No. 1515 (medical assistants). If the bill is not enacted by June  
2 30, 2013, the amount provided in this subsection shall lapse.

3 (17) \$2,185,000 of the health professions account--state  
4 appropriation is provided solely for the implementation of Second  
5 Substitute House Bill No. 1518 (disciplinary authorities). If the bill  
6 is not enacted by June 30, 2013, the amount provided in this subsection  
7 shall lapse.

8 (18) \$141,000 of the general fund--private/local appropriation is  
9 provided solely for the implementation of Substitute House Bill No.  
10 1525 (birth certificates). If the bill is not enacted by June 30,  
11 2013, the amount provided in this subsection shall lapse.

12 (19) \$220,000 of the health professions account--state  
13 appropriation is provided solely for the implementation of House Bill  
14 No. 1534 (impaired dentist program). If the bill is not enacted by  
15 June 30, 2013, the amount provided in this subsection shall lapse.

16 (20) \$51,000 of the health professions account--state appropriation  
17 is provided solely for the implementation of House Bill No. 1609 (board  
18 of pharmacy). If the bill is not enacted by June 30, 2013, the amount  
19 provided in this subsection shall lapse.

20 (21) \$12,000 of the health professions account--state appropriation  
21 is provided solely for the implementation of Substitute House Bill No.  
22 1629 (home care aide continuing education). If the bill is not enacted  
23 by June 30, 2013, the amount provided in this subsection shall lapse.

24 (22) \$18,000 of the health professions account--state appropriation  
25 is provided solely for the implementation of Substitute House Bill No.  
26 1737 (physician assistants). If the bill is not enacted by June 30,  
27 2013, the amount provided in this subsection shall lapse.

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

35 (a) The financial impacts and reach that diabetes of all types and  
36 undiagnosed gestational diabetes are having on the programs  
37 administered by each agency and individuals, including children with  
38 mothers with undiagnosed gestational diabetes, enrolled in those

1 programs. Items in this assessment must include: (i) The number of  
2 lives with diabetes and undiagnosed gestational diabetes impacted or  
3 covered by the programs administered by each agency; (ii) the number of  
4 lives with diabetes, or at risk for diabetes, and family members  
5 impacted by prevention and diabetes control programs implemented by  
6 each agency; (iii) the financial toll or impact diabetes and its  
7 complications, and undiagnosed gestational diabetes and the  
8 complications experienced during labor to children of mothers with  
9 gestational diabetes places on these programs in comparison to other  
10 chronic diseases and conditions; and (iv) the financial toll or impact  
11 diabetes and its complications, and diagnosed gestational diabetes and  
12 the complications experienced during labor to children of mothers with  
13 gestational diabetes places on these programs;

14 (b) An assessment of the benefits of implemented and existing  
15 programs and activities aimed at controlling all types of diabetes and  
16 preventing the disease. This assessment must also document the amount  
17 and source for any funding directed to each agency for the programs and  
18 activities aimed at reaching those with diabetes of all types;

19 (c) A description of the level of coordination existing between the  
20 agencies on activities, programmatic activities, and messaging on  
21 managing, treating, or preventing all types of diabetes and its  
22 complications;

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

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

36 (24) Within the general fund--state amounts appropriated in this  
37 section, the department of health will develop and administer the  
38 certified home care aide examination translated into at least seven

languages in addition to the languages in which the examination is available on the effective date of this act. The purpose of offering the examination in additional languages is to encourage an adequate supply of certified home care aides to meet diverse long-term care client needs.

(25) Moneys appropriated in this section are sufficient to maintain and operate the marine biotoxin information hotline and the department shall not suspend or reduce its operation.

(26) \$1,000,000 of the general fund--state appropriation for fiscal year 2015 and \$1,000,000 of the dedicated marijuana account--state appropriation are provided solely for tobacco, marijuana, and e-cigarette prevention activities that serve youth and populations with a high incidence of smoking. For activities that serve youth, the department must partner with the office of the superintendent of public instruction to fund effective tobacco, marijuana, and e-cigarette prevention programs at middle and high schools. For activities that serve populations with a high incidence of smoking, the department must contract with community based organizations that serve populations that have a high incidence of smoking tobacco, marijuana, or e-cigarettes. The legislature intends to fund tobacco, marijuana, and e-cigarette prevention programs in future biennia based on the Washington state institute for public policy report in section 609 of this act. The department shall work with the institute and shall develop a budget request for the 2015-2017 fiscal biennium based on the institute's report.

(27) \$2,194,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for the implementation of Second Substitute Senate Bill No. 5887 (medical use of cannabis). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

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

**FOR THE DEPARTMENT OF CORRECTIONS**

(1) ADMINISTRATION AND SUPPORT SERVICES

General Fund--State Appropriation (FY 2014) . . . . . ((~~\$56,437,000~~))

\$56,294,000

General Fund--State Appropriation (FY 2015) . . . . . ((~~\$54,779,000~~))

1 \$55,161,000  
2 Data Processing Revolving Account--State  
3 Appropriation . . . . . \$1,249,000  
4 TOTAL APPROPRIATION . . . . . ((~~\$112,465,000~~))  
5 \$112,704,000

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

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

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

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

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

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

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

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

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

20 (vi) The department shall hold the consultant on retainer to assist  
21 the department as needed throughout the implementation process. The  
22 consultant shall review quarterly the actual implementation compared to  
23 the written implementation plan and shall provide a report to the  
24 secretary of the department. The department shall provide reports to  
25 the office of financial management and legislative fiscal committees as  
26 follows:

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

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

31 (c) The appropriations to the department of corrections in this act  
32 must be expended for the programs and in the amounts specified in this  
33 section. However, after May 1, 2014, after approval by the director of  
34 financial management and unless specifically prohibited by this act,  
35 the department may transfer general fund--state appropriations for  
36 fiscal year 2014 between programs. The department may not transfer  
37 funds, and the director of financial management may not approve the  
38 transfer, unless the transfer is consistent with the objective of



conserving, to the maximum extent possible, the expenditure of state funds. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing seven days prior to approving any deviations from appropriation levels. The written notification must include a narrative explanation and justification of the changes, along with expenditures and allotments by budget unit and appropriation, both before and after any allotment modifications or transfers.

(2) CORRECTIONAL OPERATIONS

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$605,039,000</del> ))
	<u>\$593,109,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$604,704,000</del> ))
	<u>\$599,727,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$3,322,000</del> ))
	<u>\$3,356,000</u>
Washington Auto Theft Prevention Authority Account--	
State Appropriation . . . . .	\$7,585,000
Environmental Legacy Stewardship Account--State	
Appropriation . . . . .	(( <del>\$105,000</del> ))
	<u>\$180,000</u>
County Criminal Justice Assistance Account--State	
Appropriation . . . . .	\$390,000
TOTAL APPROPRIATION . . . . .	(( <del>\$1,221,145,000</del> ))
	<u>\$1,204,347,000</u>

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

(a) During the 2013-2015 fiscal biennium, when contracts are established or renewed for offender pay phone and other telephone services provided to inmates, the department shall select the contractor or contractors primarily based on the following factors: (i) The lowest rate charged to both the inmate and the person paying for the telephone call; and (ii) the lowest commission rates paid to the department, while providing reasonable compensation to cover the costs of the department to provide the telephone services to inmates and provide sufficient revenues for the activities funded from the institutional welfare betterment account.

(b) \$501,000 of the general fund--state appropriation for fiscal year 2014 and \$501,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the department to maintain the  
2 facility, property, and assets at the institution formerly known as the  
3 maple lane school in Rochester. The department may not house  
4 incarcerated offenders at the maple lane site until specifically  
5 directed to do so by the legislature.

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

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

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

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

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

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

32 (e) By December 1, 2013, the department of corrections shall  
33 provide a report to the office of financial management and the  
34 appropriate fiscal and policy committees of the legislature that  
35 evaluates the department's community parenting alternative program, and  
36 makes recommendations for increasing participation in the program with  
37 the goals of increasing public safety and decreasing recidivism. The  
38 evaluation shall include recommendations for increasing the placement

1 of eligible offenders into the program and increasing eligibility to  
2 other populations. In making its recommendations, the department shall  
3 identify the percent of the eligible population currently entering the  
4 program, outcomes to-date for program participants, and potential cost  
5 savings from increasing placement of offenders into the program.

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

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

26 (ii) Up to \$1,119,000 of the general fund--state appropriation for  
27 fiscal year 2014 and up to \$1,322,000 of the general fund--state  
28 appropriation for fiscal year 2015 may be used by the department to  
29 rent jail capacity for short-term offenders. In contracting for jail  
30 beds for short-term offenders, the department shall rent capacity from  
31 local and tribal governments to house offenders with an earned release  
32 date of less than one hundred twenty days remaining on his or her  
33 sentence at the time the offender would otherwise be transferred to a  
34 state correctional facility. The contracted daily costs for these  
35 offenders shall not exceed \$70 per offender including medical costs.

36 (h) The department of corrections shall issue a competitive  
37 solicitation by August 1, 2013, to contract with local jurisdictions  
38 for the use of inmate bed capacity in lieu of prison beds operated by

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

30 (i) \$816,000 of the general fund--state appropriation for fiscal  
31 year 2015 is provided solely for the department to contract with local  
32 jurisdictions for the use of female inmate bed capacity in lieu of  
33 prison beds operated by the state. The department shall rent jail beds  
34 through contracts established under (h) of this subsection to house  
35 female offenders beginning no later than July 1, 2014.

36 (j) The department shall continually review its capacity to house  
37 male offenders within its state operated prison system. Within  
38 available funds, and after all funded units are being fully utilized,

1 the department determines that its male offender population exceeds one  
2 hundred two percent of its capacity, including the use of all emergency  
3 beds, it shall rent jail beds through contracts established under (h)  
4 of this subsection to keep its prison population below one hundred two  
5 percent.

6 (k) The department shall convene a work group to develop health  
7 care cost containment strategies at local jail facilities. The work  
8 group shall identify cost containment strategies in place at the  
9 department and at local jail facilities, identify the costs and  
10 benefits of implementing strategies in jail health-care facilities, and  
11 make recommendations on implementing beneficial strategies. The work  
12 group shall submit a report on its findings and recommendations to the  
13 fiscal committees of the legislature by October 1, 2013. The work  
14 group shall include jail administrators, representatives from health  
15 care facilities at the local jail level and the state prisons level,  
16 and other representatives as deemed necessary.

17 ~~((+j)---\$1,026,000))~~ (l) \$526,000 of the general fund--state  
18 appropriation for fiscal year 2014 and \$781,000 of the general fund--  
19 state appropriation for fiscal year 2015 are provided solely to expand  
20 the piloted risk-needs-responsivity model to include the use of  
21 cognitive behavioral therapy with evidence-based programming at two  
22 minimum security prison facilities and at the Monroe correctional  
23 complex.

24 ~~((+k)---\$23,653,000))~~ (m) \$23,453,000 of the general fund--state  
25 appropriation for fiscal year 2014 and \$24,919,000 of the general  
26 fund--state appropriation for fiscal year 2015 are provided solely for  
27 offender programming. Pursuant to section 220(1) of this act, the  
28 department shall develop and implement a written comprehensive plan for  
29 offender programming that prioritizes programs which follow the risk-  
30 needs-responsivity model, are evidence-based, and have measurable  
31 outcomes. The department is authorized to discontinue ineffective  
32 programs and to repurpose underspent funds according to the priorities  
33 in the written plan.

34 ~~((+l))~~ (n) \$36,000 of the general fund--state appropriation for  
35 fiscal year 2014 and \$36,000 of the general fund--state appropriation  
36 for fiscal year 2015 are provided solely for implementation of  
37 Engrossed Senate Bill No. 5484 (assault in the third-degree). If the

1 bill is not enacted by June 30, 2013, the amounts provided in this  
2 subsection shall lapse.

3 ~~((+m))~~ (o) \$48,000 of the general fund--state appropriation for  
4 fiscal year 2014 and \$48,000 of the general fund--state appropriation  
5 for fiscal year 2015 are provided solely for implementation of  
6 Engrossed Substitute House Bill No. 1383 (stalking protection orders).  
7 If the bill is not enacted by June 30, 2013, the amounts provided in  
8 this subsection shall lapse.

9 ~~((+n))~~ (p) \$36,000 of the general fund--state appropriation for  
10 fiscal year 2014 and \$36,000 of the general fund--state appropriation  
11 for fiscal year 2015 are provided solely for implementation of Senate  
12 Bill No. 5149 (crimes against pharmacies). If the bill is not enacted  
13 by June 30, 2013, the amounts provided in this subsection shall lapse.

14 ~~((+o))~~ (q) \$24,000 of the general fund--state appropriation for  
15 fiscal year 2014 and \$24,000 of the general fund--state appropriation  
16 for fiscal year 2015 are provided solely for implementation of  
17 Engrossed Substitute Senate Bill No. 5669 (trafficking). If the bill  
18 is not enacted by June 30, 2013, the amounts provided in this  
19 subsection shall lapse.

20 ~~((+p))~~ (r) \$24,000 of the general fund--state appropriation for  
21 fiscal year 2014 and \$24,000 of the general fund--state appropriation  
22 for fiscal year 2015 are provided solely for implementation of  
23 Engrossed Senate Bill No. 5053 (vehicle prowling). If the bill is not  
24 enacted by June 30, 2013, the amounts provided in this subsection shall  
25 lapse.

26 ~~((+q))~~ (s) \$96,000 of the county criminal justice assistance--  
27 state appropriation is provided solely for implementation of Engrossed  
28 Senate Bill No. 5105 (rental vouchers for offenders). If the bill is  
29 not enacted by June 30, 2013, the amount provided in this subsection  
30 shall lapse.

31 (3) COMMUNITY SUPERVISION

32	General Fund--State Appropriation (FY 2014) . . . . .	<del>(((\$130,568,000))</del>
33		<u>\$148,645,000</u>
34	General Fund--State Appropriation (FY 2015) . . . . .	<del>(((\$131,973,000))</del>
35		<u>\$152,928,000</u>
36	County Criminal Justice Assistance Account--State . . . . .	\$2,249,000
37	Ignition Interlock Device Revolving Account--State . . . . .	\$2,200,000
38	TOTAL APPROPRIATION . . . . .	<del>(((\$266,990,000))</del>

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

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

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

(c) (~~(\$16,513,000)~~) \$15,363,000 of the general fund--state appropriation for fiscal year 2014 and \$16,527,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for offender programming. Pursuant to section 220 (1) of this act, the department shall develop and implement a written comprehensive plan for offender programming that prioritizes programs which follow the risk-needs-responsivity model, are evidence-based, and have measurable outcomes. The department is authorized to discontinue ineffective programs and to repurpose underspent funds according to the priorities in the written plan.

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

(e) Within the amounts provided in this section, funding is sufficient to implement Senate Bill No. 6327 (expanding the categories

1 of offenses eligible for the community parenting alternative program  
2 within the department of corrections).

3 (4) CORRECTIONAL INDUSTRIES

4	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$6,780,000</del> ))
5		<u>\$6,830,000</u>
6	General Fund--State Appropriation (FY 2015) . . . . .	\$7,182,000
7	TOTAL APPROPRIATION . . . . .	(( <del>\$13,962,000</del> ))
8		<u>\$14,012,000</u>

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

11 (a) \$3,293,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$3,707,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for the stewardship of McNeil  
14 island. The department shall assume responsibility of all island  
15 maintenance excluding site specific maintenance operations for the  
16 special commitment center and the Pierce county secure transitional  
17 facility. The department shall as part of its industries program  
18 provide job skills to offenders while providing the minimum maintenance  
19 and preservation necessary for the state to remain in compliance with  
20 the federal deed for McNeil island. The department shall report on  
21 efficiencies and potential cost reductions to the office of financial  
22 management and legislative fiscal committees by December 15, 2013.

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



1 between the departments, warehouse space that will be shared by the  
2 departments, and occupancy requirements for any shops outside the  
3 perimeter of the special commitment center. The office of financial  
4 management will make the final determination on any disagreements  
5 between the departments on the details of the interagency agreement.

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

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

17 (5) INTERAGENCY PAYMENTS

18	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$35,345,000</del> ))
19		<u>\$40,904,000</u>
20	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$32,115,000</del> ))
21		<u>\$37,289,000</u>
22	TOTAL APPROPRIATION . . . . .	(( <del>\$67,460,000</del> ))
23		<u>\$78,193,000</u>

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

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

31 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

32	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$2,242,000</del> ))
33		<u>\$2,221,000</u>
34	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,197,000</del> ))
35		<u>\$2,210,000</u>
36	General Fund--Federal Appropriation . . . . .	(( <del>\$21,060,000</del> ))
37		<u>\$21,028,000</u>

1 General Fund--Private/Local Appropriation . . . . . \$60,000  
2 TOTAL APPROPRIATION . . . . . ((~~\$25,559,000~~))  
3 \$25,519,000

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

6 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

7 General Fund--Federal Appropriation . . . . . ((~~\$269,977,000~~))  
8 \$269,835,000

9 General Fund--Private/Local Appropriation . . . . . ((~~\$34,206,000~~))  
10 \$34,177,000

11 Unemployment Compensation Administration Account--  
12 Federal Appropriation . . . . . ((~~\$320,006,000~~))  
13 \$332,471,000

14 Administrative Contingency Account--State  
15 Appropriation . . . . . ((~~\$22,728,000~~))  
16 \$17,953,000

17 Employment Service Administrative Account--State  
18 Appropriation . . . . . ((~~\$35,567,000~~))  
19 \$41,548,000

20 TOTAL APPROPRIATION . . . . . ((~~\$682,484,000~~))  
21 \$695,984,000

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

24 (1) \$5,000,000 of the unemployment compensation administration  
25 account--federal appropriation is from amounts made available to the  
26 state by section 903(g) of the social security act (Reed act). This  
27 amount is provided solely for continuing current unemployment insurance  
28 functions and department services to employers and job seekers.

29 (2) ((~~\$12,386,000~~)) \$23,585,000 of the unemployment compensation  
30 administration account--federal appropriation is from amounts made  
31 available to the state by section 903(g) of the social security act  
32 (Reed act). This amount is provided solely for the replacement of the  
33 unemployment insurance tax information system for the employment  
34 security department. The amounts provided in this subsection are  
35 conditioned on the department satisfying the requirements of the  
36 project management oversight standards and policies established by the  
37 office of the chief information officer.

1 (3) \$3,735,000 of the unemployment compensation account--federal  
2 appropriation is from amounts made available to the state by section  
3 903(g) of the social security act (Reed act). This amount is provided  
4 solely for the replacement of call center technology to improve the  
5 integration of the telephone and computing systems to increase  
6 efficiency and improve customer service.

7 (4) \$182,000 of the employment services administrative account--  
8 state appropriation is provided for costs associated with the second  
9 stage of the review and evaluation of the training benefits program as  
10 directed in section 15(2), chapter 4, Laws of 2011 (unemployment  
11 insurance program). This second stage shall be developed and conducted  
12 by the joint legislative audit and review committee and shall consist  
13 of further work on the process study and net-impact/cost-benefit  
14 analysis components of the evaluation.

15 (5) \$240,000 of the administrative contingency account--state  
16 appropriation is provided solely for the employment security department  
17 to contract with a center for workers in King county. The amount  
18 appropriated in this subsection shall be used by the contracted center  
19 for workers to support initiatives that generate high-skill, high-wage  
20 jobs; improve workforce and training systems; improve service delivery  
21 for dislocated workers; and build alliances with community and  
22 environmental organizations.

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

25 (7) \$3,809,000 of the unemployment compensation administration  
26 account--federal appropriation is from amounts made available to the  
27 state by section 903(g) of the social security act (Reed act). This  
28 amount is provided solely for the replacement of the unemployment  
29 insurance benefit system for the employment security department. The  
30 amounts provided in this subsection are conditioned on the department  
31 satisfying the requirements of the project management oversight  
32 standards and policies established by the office of the chief  
33 information officer.

34 (8) \$469,000 of the administrative contingency account--state  
35 appropriation is provided solely for elevator repair and replacement at  
36 the department's headquarters in Olympia.

(End of part)

**PART III**  
**NATURAL RESOURCES**

**Sec. 301.** 2013 2nd sp.s. c 4 s 301 (uncodified) is amended to read as follows:

**FOR THE COLUMBIA RIVER GORGE COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$445,000</del> ))
	<u>\$442,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$446,000</del> ))
	<u>\$449,000</u>
General Fund--Federal Appropriation . . . . .	\$31,000
General Fund--Private/Local Appropriation . . . . .	\$874,000
TOTAL APPROPRIATION . . . . .	\$1,796,000

**Sec. 302.** 2013 2nd sp.s. c 4 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$25,929,000</del> ))
	<u>\$25,894,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$25,506,000</del> ))
	<u>\$25,481,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$105,230,000</del> ))
	<u>\$103,230,000</u>
General Fund--Private/Local Appropriation . . . . .	\$16,912,000
Reclamation Account--State Appropriation . . . . .	(( <del>\$3,735,000</del> ))
	<u>\$3,994,000</u>
Flood Control Assistance Account--State Appropriation . . . . .	\$1,985,000
State Emergency Water Projects Revolving Account--State Appropriation . . . . .	\$40,000
Waste Reduction/Recycling/Litter Control--State Appropriation . . . . .	(( <del>\$9,722,000</del> ))
	<u>\$9,719,000</u>
State Drought Preparedness Account--State Appropriation . . .	\$204,000
State and Local Improvements Revolving Account (Water Supply Facilities)--State Appropriation . . . . .	\$426,000
Environmental Legacy Stewardship Account--State	

1	Appropriation . . . . .	(( <del>\$43,748,000</del> ))
2		<u>\$44,226,000</u>
3	Aquatic Algae Control Account--State Appropriation . . . . .	\$513,000
4	Water Rights Tracking System Account--State	
5	Appropriation . . . . .	\$46,000
6	Site Closure Account--State Appropriation . . . . .	\$556,000
7	Wood Stove Education and Enforcement Account--State	
8	Appropriation . . . . .	\$612,000
9	Worker and Community Right-to-Know Account--State	
10	Appropriation . . . . .	\$1,701,000
11	Water Rights Processing Account--State Appropriation . . . . .	\$135,000
12	State Toxics Control Account--State Appropriation . . . . .	(( <del>\$124,238,000</del> ))
13		<u>\$125,240,000</u>
14	State Toxics Control Account--Private/Local	
15	Appropriation . . . . .	\$979,000
16	Local Toxics Control Account--State Appropriation . . . . .	(( <del>\$3,774,000</del> ))
17		<u>\$3,769,000</u>
18	Water Quality Permit Account--State Appropriation . . . . .	(( <del>\$40,982,000</del> ))
19		<u>\$41,773,000</u>
20	Underground Storage Tank Account--State	
21	Appropriation . . . . .	(( <del>\$3,347,000</del> ))
22		<u>\$3,346,000</u>
23	Biosolids Permit Account--State Appropriation . . . . .	(( <del>\$1,848,000</del> ))
24		<u>\$2,147,000</u>
25	Hazardous Waste Assistance Account--State	
26	Appropriation . . . . .	(( <del>\$6,037,000</del> ))
27		<u>\$6,033,000</u>
28	Air Pollution Control Account--State Appropriation . . . . .	\$3,128,000
29	Oil Spill Prevention Account--State Appropriation . . . . .	(( <del>\$5,684,000</del> ))
30		<u>\$6,332,000</u>
31	Air Operating Permit Account--State Appropriation . . . . .	\$3,132,000
32	Freshwater Aquatic Weeds Account--State	
33	Appropriation . . . . .	\$1,409,000
34	Oil Spill Response Account--State Appropriation . . . . .	\$7,076,000
35	Water Pollution Control Revolving Account--State	
36	Appropriation . . . . .	\$356,000
37	Water Pollution Control Revolving Account--Federal	
38	Appropriation . . . . .	\$1,505,000

1 Water Pollution Control Revolving Administration  
 2 Account--State Appropriation . . . . . \$1,021,000  
 3 Radioactive Mixed Waste Account--State  
 4 Appropriation . . . . . ((~~\$13,800,000~~))  
 5 \$14,336,000  
 6 TOTAL APPROPRIATION . . . . . ((~~\$455,316,000~~))  
 7 \$457,256,000

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

10 (1) \$170,000 of the oil spill prevention account--state  
 11 appropriation is provided solely for a contract with the University of  
 12 Washington's sea grant program to continue an educational program  
 13 targeted to small spills from commercial fishing vessels, ferries,  
 14 cruise ships, ports, and marinas.

15 (2) Pursuant to RCW 43.135.055, the department is authorized to  
 16 increase the following fees as necessary to meet the actual costs of  
 17 conducting business and the appropriation levels in this section:  
 18 Wastewater discharge permit, not more than 4.55 percent in fiscal year  
 19 2014 and 4.63 percent in fiscal year 2015; mixed waste management  
 20 service charge authorized in RCW 70.105.280, not more than 1.82 percent  
 21 in fiscal year 2014 and 0.62 percent in fiscal year 2015; and  
 22 reasonably available control technology fee.

23 (3) \$1,981,000 of the state toxics control account--state  
 24 appropriation is for the department to provide training regarding the  
 25 benefits of low-impact development including, but not limited to, when  
 26 the use of low-impact development is appropriate and feasible, and the  
 27 design, installation, maintenance, and best practices of low-impact  
 28 development. The department will consult with Washington State  
 29 University extension low-impact development technical center and others  
 30 in the development of the low-impact technical training. As  
 31 appropriate, the department may contract with the Washington State  
 32 University extension low-impact development technical center, private  
 33 sector vendors, associations, and others to deliver the technical  
 34 training. The training must be provided free of cost to phase I and  
 35 phase II permittees and the private development community including  
 36 builders, engineers, and other industry professionals. The training  
 37 must be sequenced geographically and provided in time for local  
 38 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By

1 August 1, 2013, the department of ecology shall provide the governor  
2 and appropriate legislative committees a plan for how low-impact  
3 development training funds will be spent during fiscal years 2014  
4 through 2017.

5 (4) \$440,000 of the state toxics control account--state  
6 appropriation is provided solely for administering the water pollution  
7 control facilities financial assistance program authorized in chapter  
8 90.50A RCW.

9 (5) \$350,000 of the state toxics control account--state  
10 appropriation is provided solely for the Spokane river regional toxics  
11 task force to support their efforts to address elevated levels of  
12 polychlorinated biphenyls in the Spokane river. Funding will be used  
13 to determine the extent of the cleanup required, implement cleanup  
14 actions to meet applicable water quality standards, and prevent  
15 recontamination.

16 (6) \$516,000 of the state toxics control account--state  
17 appropriation is provided solely for the department to support an  
18 ultrafine particulate study to determine how, if at all, the biomass  
19 cogeneration facilities in Port Townsend and Port Angeles may impact  
20 air quality and the health of citizens in the region.

21 (7) \$65,000 of the water quality permit account--state  
22 appropriation is provided solely for the implementation of Engrossed  
23 Substitute House Bill No. 1245 (derelict and abandoned vessels). If  
24 the bill is not enacted by June 30, 2013, the amount provided in this  
25 subsection shall lapse.

26 ~~((+9+))~~ (8) The department shall collaborate with the middle snake  
27 river watershed, WRIA 35 planning unit in implementing its watershed  
28 plan.

29 ~~((+10+))~~ (9)(a) \$14,000,000 of the general fund--state  
30 appropriation for fiscal year 2014 and \$14,000,000 of the general  
31 fund--state appropriation for fiscal year 2015 are for activities  
32 within the water resources program.

33 (b) Of the amounts provided in (a) of this subsection, \$500,000 of  
34 the general fund--state appropriation for fiscal year 2015 is provided  
35 solely for processing water right permit applications only if the  
36 department of ecology issues at least five hundred water right  
37 decisions in fiscal year 2014, and if the department of ecology does  
38 not issue at least five hundred water right decisions in fiscal year

1 2014 the amount provided in this subsection shall lapse and remain  
2 unexpended. The department of ecology shall submit a report to the  
3 office of financial management and the state treasurer by June 30,  
4 2014, that documents whether five hundred water right decisions were  
5 issued in fiscal year 2014. For the purposes of this subsection,  
6 applications that are voluntarily withdrawn by an applicant do not  
7 count towards the five hundred water right decision requirement. For  
8 the purposes of water budget-neutral requests under chapter 173-539A  
9 WAC, multiple domestic connections authorized within a single water  
10 budget-neutral decision are considered one decision for the purposes of  
11 this subsection.

12 ~~((+11+))~~ (10) The department of ecology, in consultation with the  
13 office of financial management, shall prepare a facilities plan to  
14 reduce the agency's facilities obligation and the agency's cost per FTE  
15 for its facilities by 2017 to align with comparable state agencies.  
16 The plan must be submitted to the office of financial management and  
17 the appropriate legislative fiscal committees by November 1, 2013. The  
18 plan must include: (a) An inventory of all currently owned and leased  
19 buildings, consistent with the data provided through the state's  
20 facilities inventory process prescribed by the office of financial  
21 management annually by September 1st; (b) a list of facilities  
22 solutions that will reduce costs with an emphasis on consolidation,  
23 collocation, and alternative space solutions such as shared workspace  
24 and mobile work; and (c) a department-wide coordinated process and plan  
25 for regularly evaluating facility needs.

26 (11) \$25,000 of the general fund--state appropriation for fiscal  
27 year 2015 is provided solely for the protection of groundwater aquifers  
28 that are the sole drinking water source as prescribed in RCW 90.54.140  
29 specifically for the protection of artesian groundwater aquifers in a  
30 county with a population greater than one million five hundred thousand  
31 that are being detrimentally impacted by development. If the amount  
32 provided in this subsection is not sufficient for this purpose, the  
33 department must use existing funds to implement this subsection.

34 (12) \$100,000 of the environmental legacy stewardship account--  
35 state appropriation is provided solely to fund the Bertrand watershed  
36 improvement district's development of a conceptual groundwater model  
37 for water right permitting and mitigation efforts in the Lynden,



Everson, Nooksack, and Sumas (LENS) aquifer study area. The conceptual groundwater model shall be developed in cooperation with the WRIA 1 watershed planning joint board.

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

**FOR THE STATE PARKS AND RECREATION COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$4,254,000</del> ))
	<u>\$4,271,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$4,254,000</del> ))
	<u>\$4,137,000</u>
General Fund--Federal Appropriation . . . . .	\$6,014,000
Winter Recreation Program Account--State	
Appropriation . . . . .	(( <del>\$2,065,000</del> ))
	<u>\$2,465,000</u>
ORV and Nonhighway Vehicle Account--State	
Appropriation . . . . .	\$215,000
Snowmobile Account--State Appropriation . . . . .	\$4,859,000
Aquatic Lands Enhancement Account--State Appropriation . . . .	\$363,000
Parks Renewal and Stewardship Account--State	
Appropriation . . . . .	(( <del>\$103,065,000</del> ))
	<u>\$106,139,000</u>
Parks Renewal and Stewardship Account--Private/Local	
Appropriation . . . . .	\$300,000
Waste Reduction/Recycling/Litter Control Account--State	
Appropriation . . . . .	\$1,700,000
TOTAL APPROPRIATION . . . . .	(( <del>\$127,089,000</del> ))
	<u>\$130,463,000</u>

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

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

(2) Prior to closing any state park, the commission must notify all affected local governments and relevant nonprofit organizations of the intended closure and provide an opportunity for the notified local

1 governments and nonprofit organizations to elect to acquire, or enter  
2 into, a maintenance and operating contract with the commission that  
3 would allow the park to remain open.

4 (3) The commission shall prepare a report on its efforts to  
5 increase revenue from all sources, including the discover pass. The  
6 report shall also include a status update on the fiscal health of the  
7 state parks system, and shall be submitted to the office of financial  
8 management and the appropriate committees of the legislature by October  
9 28, 2013.

10 (4)(a) Within the amounts appropriated in this section, the state  
11 parks and recreation commission must continue its ongoing efforts to  
12 evaluate the agency's mission and options to improve the efficiency and  
13 effectiveness of the agency, which may include the evaluation of  
14 options relating to organizational structure, administrative processes,  
15 land and facility ownership and management, and provision of services.

16 (b) The evaluation must include development of specific performance  
17 measures relating to the efficiency and effectiveness of the agency,  
18 which may include measures relating to data collection necessary for  
19 future analysis consistent with the purposes of this subsection.

20 (c) In developing the performance measures required by (b) of this  
21 subsection, the state parks and recreation commission must produce and  
22 consider the following:

23 (i) An inventory of land and facilities owned and managed by the  
24 commission and a process to upgrade the inventory to one capable of  
25 describing primary land and facility uses;

26 (ii) An evaluation of the lands and facilities identified under  
27 (c)(i) of this subsection for lands and facilities surplus to state  
28 park needs and actions taken or planned to dispose of or more  
29 advantageously position these assets;

30 (iii) Current annual visitation data categorized by state park and  
31 a process to upgrade the system for collecting parks visitation data to  
32 better understand existing and potential markets for park services;

33 (iv) A process to systematically assess and prioritize the state  
34 parks and recreation commission's capital needs, including a financial  
35 analysis;

36 (v) An inventory of and progress developing ongoing partnerships  
37 with entities including the state parks foundation, state park friends  
38 groups, and other appropriate public and nonprofit entities;

1       (vi) An inventory of existing enterprise activities and agreements  
2 at state parks, including those relating to product sales, concessions,  
3 sponsorships, and advertising, and a process for identifying and  
4 evaluating additional potential enterprise opportunities for generating  
5 revenue or cost savings;

6       (vii) A summary of actions taken and planned for application of  
7 lean management philosophies and tools throughout the agency; and

8       (viii) A summary of actions taken and planned towards continued  
9 development of a sustained, strategic approach to marketing state  
10 parks.

11       (d) The outcomes of the evaluation under (a) of this subsection,  
12 the performance measures required under (b) of this subsection, and the  
13 information to be produced and considered under (c) of this subsection  
14 must be provided to the office of financial management and appropriate  
15 committees of the senate and house of representatives by September 1,  
16 2014.

17       (5) The fiscal year 2015 general fund--state appropriation to the  
18 commission has been reduced by \$250,000. The legislature assumes the  
19 reduced appropriation will be offset by increased discover pass sales  
20 pursuant to RCW 79A.80.110.

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

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

24 General Fund--State Appropriation (FY 2014) . . . . . ((~~\$823,000~~))  
25 \$828,000

26 General Fund--State Appropriation (FY 2015) . . . . . ((~~\$815,000~~))  
27 \$898,000

28 General Fund--Federal Appropriation . . . . . \$3,425,000

29 General Fund--Private/Local Appropriation . . . . . ((~~\$24,000~~))  
30 \$124,000

31 Aquatic Lands Enhancement Account--State Appropriation . . . . \$480,000

32 Park Land Trust Revolving Account--State Appropriation . . . . \$34,000

33 State Wildlife Account--State Appropriation . . . . . \$33,000

34 Parks Renewal and Stewardship Account--State  
35 Appropriation . . . . . \$33,000

36 Firearms Range Account--State Appropriation . . . . . \$37,000

37 Recreation Resources Account--State Appropriation . . . . ((~~\$3,086,000~~))

	<u>\$3,153,000</u>
NOVA Program Account--State Appropriation . . . . .	\$964,000
TOTAL APPROPRIATION . . . . .	(( <del>\$9,654,000</del> ))
	<u>\$10,009,000</u>

The appropriations in this section are subject to the following conditions and limitations: \$34,000 of the park land trust revolving fund--state appropriation, \$33,000 of the state parks renewal and stewardship account--state appropriation, and \$33,000 of the state wildlife account--state appropriation are provided solely for the recreation and conservation office to contract with a consultant to provide a study that quantifies the economic contribution to the state economy from the state's public lands and that quantifies the economic contribution from statewide outdoor recreation to the state's economy. A report is due to the appropriate committees of the legislature by January 1, 2015.

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

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

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$2,227,000</del> ))
	<u>\$2,205,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,147,000</del> ))
	<u>\$2,169,000</u>
TOTAL APPROPRIATION . . . . .	\$4,374,000

**Sec. 306.** 2013 2nd sp.s. c 4 s 306 (uncodified) is amended to read as follows:

**FOR THE CONSERVATION COMMISSION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$6,841,000</del> ))
	<u>\$6,818,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$6,738,000</del> ))
	<u>\$6,759,000</u>
General Fund--Federal Appropriation . . . . .	\$2,301,000
State Toxics Control Account--State Appropriation . . . . .	\$1,100,000
TOTAL APPROPRIATION . . . . .	(( <del>\$16,880,000</del> ))
	<u>\$16,978,000</u>

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

1 (1) Within the amounts appropriated in this section, the  
2 conservation commission, in consultation with conservation districts,  
3 must submit to the office of financial management and legislative  
4 fiscal committees by December 10, 2013, a report outlining  
5 opportunities to minimize districts' overhead costs, including  
6 consolidation of conservation districts within counties in which there  
7 is more than one district. The report must include details on the  
8 anticipated future savings that could be expected from implementing  
9 these efficiencies starting on July 1, 2014.

10 (2) \$300,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$246,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely to implement the voluntary  
13 stewardship program in Thurston and Chelan counties. These amounts may  
14 not be used to fund agency indirect and administrative expenses.

15 (3) \$1,000,000 of the general fund--federal appropriation is  
16 provided solely to implement the voluntary stewardship program  
17 statewide. The commission shall place the appropriation in this  
18 subsection in unallotted status, and may not allot any of these funds  
19 until the federal government has provided funding to the commission for  
20 the purpose of implementing the voluntary stewardship program.

21 (4) The conservation commission must evaluate the current system  
22 for the election of conservation district board supervisors and  
23 recommend improvements to ensure the highest degree of public  
24 involvement in these elections. The commission must engage with  
25 stakeholder groups and conservation districts to gather a set of  
26 options for improvement to district elections, which must include an  
27 option aligning district elections with state and local general  
28 elections. The commission must submit a report detailing the options  
29 to the office of financial management and appropriate committees of the  
30 legislature by December 10, 2013.

31 (5) \$100,000 of the state toxics control account--state  
32 appropriation is provided solely for the Whatcom agricultural district  
33 coalition to educate and inform agricultural landowners on regulatory  
34 compliance issues relating to groundwater quality issues including  
35 nitrates, fecal coliform, and pesticide contamination within WRIA 1 and  
36 to organize watershed improvement districts to implement environmental  
37 regulatory compliance strategies.

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

**FOR THE DEPARTMENT OF FISH AND WILDLIFE**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$30,321,000</del> ))
	<u>\$30,650,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$28,999,000</del> ))
	<u>\$30,449,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$107,585,000</del> ))
	<u>\$107,998,000</u>
General Fund--Private/Local Appropriation . . . . .	(( <del>\$58,784,000</del> ))
	<u>\$58,721,000</u>
ORV and Nonhighway Vehicle Account--State	
Appropriation . . . . .	\$397,000
Aquatic Lands Enhancement Account--State	
Appropriation . . . . .	(( <del>\$15,919,000</del> ))
	<u>\$15,941,000</u>
Recreational Fisheries Enhancement--State	
Appropriation . . . . .	(( <del>\$2,590,000</del> ))
	<u>\$2,617,000</u>
Environmental Legacy Stewardship Account--State	
Appropriation . . . . .	\$1,224,000
Warm Water Game Fish Account--State Appropriation . . .	(( <del>\$2,507,000</del> ))
	<u>\$2,509,000</u>
Eastern Washington Pheasant Enhancement Account--State	
Appropriation . . . . .	\$849,000
Aquatic Invasive Species Enforcement Account--State	
Appropriation . . . . .	(( <del>\$209,000</del> ))
	<u>\$411,000</u>
Aquatic Invasive Species Prevention Account--State	
Appropriation . . . . .	(( <del>\$737,000</del> ))
	<u>\$1,040,000</u>
State Wildlife Account--State Appropriation . . . . .	(( <del>\$103,460,000</del> ))
	<u>\$104,268,000</u>
Special Wildlife Account--State Appropriation . . . . .	\$2,405,000
Special Wildlife Account--Federal Appropriation . . . . .	\$500,000
Special Wildlife Account--Private/Local	
Appropriation . . . . .	\$3,446,000
Wildlife Rehabilitation Account--State Appropriation . . . . .	\$259,000



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

4 (6) \$1,000,000 of the state wildlife account--state appropriation  
5 is provided solely to the department for resources that serve to  
6 promote and engage nonlethal deterrence methods relating to wolf and  
7 livestock interaction with a priority given to funding cooperative  
8 agreements with livestock producers, and of this amount, \$250,000 in  
9 fiscal year 2014 is provided solely for compensation for injury or loss  
10 of livestock caused by wolves as prescribed in chapter 77.36 RCW.

11 (7) \$100,000 of the state wildlife account--state appropriation is  
12 provided solely for the transfer of trout from the Clarks creek  
13 hatchery to the Lakewood hatchery.

14 (8) \$100,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$100,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for the production of steelhead,  
17 coho, and Chinook salmon at the Clarks creek hatchery.

18 (9) \$200,000 of the state wildlife account--state appropriation,  
19 \$50,000 of the general fund--state appropriation for fiscal year 2014,  
20 and \$50,000 of the general fund--state appropriation for fiscal year  
21 2015 are provided solely for the department to increase production of  
22 juvenile fall Chinook on the Cowlitz river. The funds provided may be  
23 used to match or leverage funds from private or public sources for the  
24 same purpose.

25 (10) \$596,000 of the general fund--state appropriation for fiscal  
26 year 2014 and \$596,000 of the general fund--state appropriation for  
27 fiscal year 2015 are provided solely for weed assessments and for  
28 payments in lieu of real property taxes to counties that elect to  
29 receive the payments for department owned game lands within the county.

30 (11) \$10,000 of the aquatic lands enhancement account--state  
31 appropriation is provided solely for development of an aquatic invasive  
32 species passport program to improve the efficiency and effectiveness of  
33 watercraft inspections by expediting aquatic invasive species  
34 watercraft inspections for watercraft at low risk of transmitting  
35 invasive species and prioritizing the use of available resources for  
36 the inspection of high risk vessels.

37 (12) Within the amounts appropriated in this section, the  
38 department must deploy additional wildlife conflict specialists to



1 provide landowner assistance and address wildlife conflicts, with at  
2 least one additional specialist primarily assigned to each of the  
3 following areas: Administrative region six of the department; Okanogan  
4 and Chelan counties in administrative region two of the department; and  
5 Whatcom and Skagit counties in administrative region four of the  
6 department.

7 (13) \$25,000 of the general fund--state appropriation for fiscal  
8 year 2014 and \$25,000 of the general fund--state appropriation for  
9 fiscal year 2015 are provided solely for implementation of House Bill  
10 No. 1112 (science and public policy). If the bill is not enacted by  
11 June 30, 2013, the amounts provided in this subsection shall lapse.

12 (14) Within the amounts appropriated in this section the department  
13 shall work with the regional fisheries enhancement groups to identify  
14 a revenue source or sources capable of providing long-term funding to  
15 support the community-based salmon restoration work of regional  
16 fisheries enhancement groups. The department shall work with the  
17 regional fisheries enhancement group coalition to submit a report to  
18 the office of financial management and the appropriate legislative  
19 committees by December 1, 2013, with the outcomes and recommendations.

20 (15) Within the amounts appropriated in this section, the  
21 department must conduct a study of the Lake Washington basin sockeye  
22 salmon to evaluate the impact of predation on juvenile sockeye by  
23 several species of fish that inhabit the lake, and develop management  
24 actions by the state to increase the returns of adult sockeye to the  
25 lake.

26 (16) \$202,000 of the aquatic invasive species enforcement account--  
27 state appropriation and \$303,000 of the aquatic invasive species  
28 prevention account--state appropriation are provided solely for the  
29 purposes of Engrossed Substitute Senate Bill No. 6040 (invasive  
30 species). If the bill is not enacted by June 30, 2014, the amounts  
31 provided in this subsection shall lapse.

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

34 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

35 General Fund--State Appropriation (FY 2014) . . . . . ((~~\$42,515,000~~))  
36 \$48,628,000

37 General Fund--State Appropriation (FY 2015) . . . . . ((~~\$45,092,000~~))

1		<u>\$45,056,000</u>
2	General Fund--Federal Appropriation . . . . .	\$26,963,000
3	General Fund--Private/Local Appropriation . . . . .	\$2,372,000
4	Forest Development Account--State Appropriation . . . . .	(( <del>\$49,054,000</del> ))
5		<u>\$50,630,000</u>
6	ORV and Nonhighway Vehicle Account--State	
7	Appropriation . . . . .	\$4,494,000
8	Surveys and Maps Account--State Appropriation . . . . .	(( <del>\$2,170,000</del> ))
9		<u>\$1,680,000</u>
10	Aquatic Lands Enhancement Account--State	
11	Appropriation . . . . .	(( <del>\$3,634,000</del> ))
12		<u>\$3,624,000</u>
13	Snowmobile Account--State Appropriation . . . . .	\$100,000
14	Environmental Legacy Stewardship Account--State	
15	Appropriation . . . . .	\$3,948,000
16	Resources Management Cost Account--State	
17	Appropriation . . . . .	(( <del>\$111,073,000</del> ))
18		<u>\$116,389,000</u>
19	Surface Mining Reclamation Account--State	
20	Appropriation . . . . .	(( <del>\$3,972,000</del> ))
21		<u>\$3,968,000</u>
22	Disaster Response Account--State Appropriation . . . . .	\$5,000,000
23	Forest and Fish Support Account--State	
24	Appropriation . . . . .	\$11,759,000
25	Aquatic Land Dredged Material Disposal Site	
26	Account--State Appropriation . . . . .	(( <del>\$843,000</del> ))
27		<u>\$463,000</u>
28	Natural Resources Conservation Areas Stewardship	
29	Account--State Appropriation . . . . .	\$34,000
30	Marine Resources Stewardship Trust Account--State	
31	Appropriation . . . . .	(( <del>\$3,700,000</del> ))
32		<u>\$4,122,000</u>
33	State Toxics Control Account--State Appropriation . . . . .	\$80,000
34	Forest Practices Application Account--State	
35	Appropriation . . . . .	\$1,697,000
36	Air Pollution Control Account--State Appropriation . . . . .	\$785,000
37	NOVA Program Account--State Appropriation . . . . .	\$950,000
38	Derelict Vessel Removal Account--State	

1	Appropriation . . . . .	\$1,770,000
2	Agricultural College Trust Management Account--State	
3	Appropriation . . . . .	\$2,712,000
4	TOTAL APPROPRIATION . . . . .	(( <del>\$324,717,000</del> ))
5		<u>\$337,224,000</u>

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

8 (1) \$1,389,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$1,323,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely for deposit into the agricultural  
11 college trust management account and are provided solely to manage  
12 approximately 70,700 acres of Washington State University's  
13 agricultural college trust lands.

14 (2) (~~(\$19,099,000)~~) \$25,271,000 of the general fund--state  
15 appropriation for fiscal year 2014, \$19,099,000 of the general fund--  
16 state appropriation for fiscal year 2015, and \$5,000,000 of the  
17 disaster response account--state appropriation are provided solely for  
18 emergency fire suppression. None of the general fund and disaster  
19 response account amounts provided in this subsection may be used to  
20 fund agency indirect and administrative expenses. Agency indirect and  
21 administrative costs shall be allocated among the agency's remaining  
22 accounts and appropriations. The department of natural resources shall  
23 submit a quarterly report to the office of financial management and the  
24 legislative fiscal committees detailing information on current and  
25 planned expenditures from the disaster response account. This work  
26 shall be done in coordination with the military department.

27 (3) \$5,000,000 of the forest and fish support account--state  
28 appropriation is provided solely for outcome-based, performance  
29 contracts with tribes to participate in the implementation of the  
30 forest practices program. Contracts awarded may only contain indirect  
31 costs set at or below the rate in the contracting tribe's indirect cost  
32 agreement with the federal government. If federal funding for this  
33 purpose is reinstated, the amount provided in this subsection shall  
34 lapse.

35 (4) \$518,000 of the forest and fish support account--state  
36 appropriation is provided solely for outcome-based performance  
37 contracts with nongovernmental organizations to participate in the

1 implementation of the forest practices program. Contracts awarded may  
2 only contain indirect cost set at or below a rate of eighteen percent.

3 (5) \$717,000 of the forest and fish support account--state  
4 appropriation is provided solely to fund interagency agreements with  
5 the department of ecology and the department of fish and wildlife as  
6 part of the adaptive management process.

7 (6) \$440,000 of the state general fund--state appropriation for  
8 fiscal year 2014 and \$440,000 of the state general fund--state  
9 appropriation for fiscal year 2015 are provided solely for forest work  
10 crews that support correctional camps and are contingent upon  
11 continuing operations of Naselle youth camp.

12 (7) \$2,382,000 of the resource management cost account--state  
13 appropriation is for addressing the growing backlog of expired aquatic  
14 leases and new aquatic lease applications. The department shall  
15 implement a Lean process to improve the lease review process and  
16 further reduce the backlog, and submit a report on its progress in  
17 addressing the backlog and implementation of the Lean process to the  
18 governor and the appropriate committees of the legislature by October  
19 1, 2013.

20 (8) \$1,948,000 of the environmental legacy stewardship account--  
21 state appropriation is provided solely for the department to pay a  
22 portion of the costs to complete remedial investigation work at  
23 Whitmarsh landfill and Mill site A and perform final-year maintenance  
24 of the Olympic view triangle site in Commencement Bay.

25 (9) \$265,000 of the resources management cost account--state  
26 appropriation is provided solely for implementation of Second  
27 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill  
28 is not enacted by June 30, 2013, the amount provided in this subsection  
29 shall lapse.

30 (10) \$425,000 of the derelict vessel removal account--state  
31 appropriation is provided solely for implementation of Engrossed  
32 Substitute House Bill No. 1245 (derelict and abandoned vessels). If  
33 the bill is not enacted by June 30, 2013, the amount provided in this  
34 subsection shall lapse.

35 (11) \$3,700,000 of the marine resources stewardship trust account--  
36 state appropriation is provided solely for implementation of priority  
37 marine management planning efforts including mapping activities,

ecological assessment, data tools, stakeholder engagement, and all other work identified in Engrossed Senate Bill No. 5603 (marine advisory councils) during the 2013-2015 fiscal biennium.

**Sec. 309.** 2013 2nd sp.s. c 4 s 309 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF AGRICULTURE**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$15,300,000</del> ))
	<u>\$15,257,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$15,294,000</del> ))
	<u>\$16,045,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$23,098,000</del> ))
	<u>\$23,028,000</u>
General Fund--Private/Local Appropriation . . . . .	\$192,000
Aquatic Lands Enhancement Account--State	
Appropriation . . . . .	(( <del>\$2,837,000</del> ))
	<u>\$2,835,000</u>
State Toxics Control Account--State Appropriation . . .	(( <del>\$5,203,000</del> ))
	<u>\$5,201,000</u>
Water Quality Permit Account--State Appropriation . . . . .	(( <del>\$70,000</del> ))
	<u>\$68,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$61,994,000</del> ))
	<u>\$62,626,000</u>

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

(1) \$5,308,445 of the general fund--state appropriation for fiscal year 2014 and ((~~\$5,302,905~~)) \$6,102,905 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementing the food assistance program as defined in RCW 43.23.290.

(2) Pursuant to RCW 43.135.055 and 16.57.220, the department is authorized to institute livestock inspection fees in the 2013-2015 fiscal biennium for calves less than thirty days old.

(3) Pursuant to RCW 43.135.055 and 16.36.150, the department is authorized to establish a fee for the sole purpose of purchasing and operating a database and any other technology or software needed to administer animal disease traceability activities for cattle sold or slaughtered in the state or transported out of the state.

(4) Within the amounts appropriated in this section, the department of agriculture must convene and facilitate a work group with appropriate stakeholders to review fees supporting programs within the department that are also supported with state general fund. In developing strategies to make the program work more self-supporting, the workgroup will consider, at minimum, the length of time since the last fee increase, similar fees that exist in neighboring states, and fee increases that will ensure reasonable competitiveness in the respective industries. The workgroup must submit a report containing recommendations that will make each of the fee supported programs within the department less reliant on state general fund to the office of financial management and legislative fiscal committees by December 1, 2013.

**Sec. 310.** 2013 2nd sp.s. c 4 s 310 (uncodified) is amended to read as follows:

**FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**

Pollution Liability Insurance Program Trust

Account--State Appropriation . . . . .	(( <del>\$987,000</del> ))
	<u>\$1,000,000</u>

**Sec. 311.** 2013 2nd sp.s. c 4 s 311 (uncodified) is amended to read as follows:

**FOR THE PUGET SOUND PARTNERSHIP**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$2,416,000</del> ))
	<u>\$2,391,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,318,000</del> ))
	<u>\$2,414,000</u>
General Fund--Federal Appropriation . . . . .	\$11,570,000
Aquatic Lands Enhancement Account--State Appropriation . . .	\$1,920,000
State Toxics Control Account--State Appropriation . . . . .	\$676,000
TOTAL APPROPRIATION . . . . .	(( <del>\$18,900,000</del> ))
	<u>\$18,971,000</u>

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

(1) \$788,000 of the aquatic lands enhancement account--state appropriation is provided solely for coordinating a study of Puget

1 Sound juvenile steelhead marine survival conducted by the department of  
2 fish and wildlife and based on a study plan developed in cooperation  
3 with federal, tribal, and nongovernmental entities.

4 (2) By October 1, 2014, the Puget Sound partnership shall provide  
5 the governor a single, prioritized list of state agency 2015-2017  
6 capital and operating budget requests related to Puget Sound  
7 restoration.

8 (3) \$71,000 of the general fund--state appropriation for fiscal  
9 year 2015 is provided solely for the Puget Sound partnership to  
10 collaborate with interested parties to review the roles of local  
11 watershed and salmon recovery organizations implementing the action  
12 agenda and provide legislative, budgetary, and administrative  
13 recommendations to streamline and strengthen Puget Sound recovery  
14 efforts. In conducting this work, the partnership must coordinate with  
15 the following interested parties, the Hood Canal coordinating council,  
16 marine resources committees, including the Northwest straits  
17 initiative, regional fisheries enhancement groups, local integrating  
18 organizations, lead entities, and other county watershed councils, as  
19 well as representatives of federal, state, tribal, and local government  
20 agencies. Recommendations must be provided to the appropriate  
21 legislative committees by December 1, 2014.

(End of part)

**PART IV**  
**TRANSPORTATION**

**Sec. 401.** 2013 2nd sp.s. c 4 s 401 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF LICENSING**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,103,000</del> ))
	<u>\$1,114,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,341,000</del> ))
	<u>\$1,729,000</u>
Architects' License Account--State Appropriation . . . . .	\$902,000
Professional Engineers' Account--State	
Appropriation . . . . .	(( <del>\$3,558,000</del> ))
	<u>\$3,545,000</u>
Real Estate Commission Account--State Appropriation . . . . .	(( <del>\$9,929,000</del> ))
	<u>\$9,935,000</u>
Uniform Commercial Code Account--State	
Appropriation . . . . .	(( <del>\$3,154,000</del> ))
	<u>\$3,145,000</u>
Real Estate Education Account--State Appropriation . . . . .	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation . . . . .	(( <del>\$1,703,000</del> ))
	<u>\$1,705,000</u>
Business and Professions Account--State	
Appropriation . . . . .	(( <del>\$17,454,000</del> ))
	<u>\$17,484,000</u>
Funeral and Cemetery Account--State Appropriation . . . . .	\$5,000
Landscape Architects' License Account--State Appropriation . . . . .	\$4,000
Appraisal Management Company Account--State	
Appropriation . . . . .	\$4,000
Real Estate Research Account--State Appropriation . . . . .	\$415,000
Wildlife Account--State Appropriation . . . . .	\$32,000
Geologists' Account--State Appropriation . . . . .	\$52,000
Derelict Vessel Removal Account--State Appropriation . . . . .	\$31,000
TOTAL APPROPRIATION . . . . .	(( <del>\$39,963,000</del> ))
	<u>\$40,378,000</u>



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

(1) \$566,000 of the business and professions account--state appropriation is provided solely for the implementation of Engrossed Substitute House Bill No. 1552 (scrap metal theft reduction). If the bill is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

(2) \$166,000 of the business and professions account--state appropriation in fiscal year 2014 only is provided solely for the implementation of Substitute House Bill No. 1779 (esthetics). If the bill is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

(3) \$592,000 of the business and professions account--state appropriation is provided solely for the implementation of Substitute House Bill No. 1822 (debt collection practices). If the bill is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

(4) \$32,000 of the state wildlife account--state appropriation is provided solely for the implementation of Engrossed Second Substitute Senate Bill No. 5193 (wolf conflict management). If the bill is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

(5) \$409,000 of the general fund--state appropriation is provided solely for seven temporary staff to eliminate the firearm transfer backlog of 144,000 documents by June 30, 2015.

(6) \$32,000 of the general fund--state appropriation for fiscal year 2014 is provided solely for the purposes of Engrossed Substitute Senate Bill No. 6040 (invasive species). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 402.** 2013 2nd sp.s. c 4 s 402 (uncodified) is amended to read as follows:

**FOR THE STATE PATROL**

General Fund--State Appropriation (FY 2014) . . . . . ((~~\$34,653,000~~))  
\$35,702,000

General Fund--State Appropriation (FY 2015) . . . . . ((~~\$32,485,000~~))  
\$31,725,000

General Fund--Federal Appropriation . . . . . ((~~\$16,189,000~~))

1		<u>\$15,882,000</u>
2	General Fund--Private/Local Appropriation . . . . .	\$3,020,000
3	Death Investigations Account--State Appropriation . . . . .	<del>(( \$9,956,000 ))</del>
4		<u>\$9,960,000</u>
5	Enhanced 911 Account--State Appropriation . . . . .	\$3,480,000
6	County Criminal Justice Assistance Account--State	
7	Appropriation . . . . .	\$3,332,000
8	Municipal Criminal Justice Assistance Account--State	
9	Appropriation . . . . .	\$1,351,000
10	Fire Service Trust Account--State Appropriation . . . . .	\$131,000
11	Disaster Response Account--State Appropriation . . . . .	\$8,000,000
12	Fire Service Training Account--State Appropriation . . . . .	\$9,797,000
13	Aquatic Invasive Species Enforcement Account--State	
14	Appropriation . . . . .	\$54,000
15	State Toxics Control Account--State Appropriation . . . . .	\$516,000
16	Fingerprint Identification Account--State	
17	Appropriation . . . . .	<del>(( \$10,747,000 ))</del>
18		<u>\$12,247,000</u>
19	Vehicle License Fraud Account--State Appropriation . . . . .	\$447,000
20	TOTAL APPROPRIATION . . . . .	<del>(( \$134,158,000 ))</del>
21		<u>\$135,644,000</u>

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

24       (1) \$200,000 of the fire service training account--state  
25 appropriation is provided solely for two FTEs in the office of the  
26 state director of fire protection to exclusively review K-12  
27 construction documents for fire and life safety in accordance with the  
28 state building code. It is the intent of this appropriation to provide  
29 these services only to those districts that are located in counties  
30 without qualified review capabilities.

31       (2) \$8,000,000 of the disaster response account--state  
32 appropriation is provided solely for Washington state fire service  
33 resource mobilization costs incurred in response to an emergency or  
34 disaster authorized under RCW 43.43.960 through 43.43.964. The state  
35 patrol shall submit a report quarterly to the office of financial  
36 management and the legislative fiscal committees detailing information  
37 on current and planned expenditures from this account. This work shall  
38 be done in coordination with the military department.

1       (3) \$700,000 of the fire service training account--state  
2 appropriation is provided solely for the firefighter apprenticeship  
3 training program.

4       (4) \$3,480,000 of the enhanced 911 account--state appropriation is  
5 provided solely for upgrades to the Washington state identification  
6 system and the Washington crime information center. Amounts provided  
7 in this subsection may not be expended until the office of the chief  
8 information officer approves a plan to move the Washington state  
9 patrol's servers and data center equipment into the state data center  
10 in the 1500 Jefferson building, and the office of the chief information  
11 officer certifies that the Washington state patrol has begun the move.  
12 The amounts provided in this subsection are conditioned on the  
13 department satisfying the requirements of the project management  
14 oversight standards and policies established by the office of the chief  
15 information officer.

16       (5) \$154,000 of the fingerprint identification account--state  
17 appropriation is provided solely for implementation of Substitute House  
18 Bill No. 1612 (firearms offenders). If the bill is not enacted by June  
19 30, 2013, the amount provided in this subsection shall lapse.

(End of part)

**PART V**  
**EDUCATION**

**Sec. 501.** 2013 2nd sp.s. c 4 s 501 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$27,264,000</del> ))
	<u>\$27,220,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$26,041,000</del> ))
	<u>\$26,526,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$63,826,000</del> ))
	<u>\$71,064,000</u>
General Fund--Private/Local Appropriation . . . . .	\$4,005,000
Performance Audits of Government Account--State	
Appropriation . . . . .	\$200,000
TOTAL APPROPRIATION . . . . .	(( <del>\$121,336,000</del> ))
	<u>\$129,015,000</u>

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

(1) A maximum of ((~~\$16,881,000~~)) \$16,943,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$16,602,000~~)) \$16,961,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) ((~~\$8,846,000~~)) \$8,908,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$8,910,000~~)) \$8,732,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Districts shall report to the office of the superintendent of public instruction daily student unexcused absence data by school, using a uniform definition of unexcused absence as established by the superintendent.

1 (iii) By September of each year, the office of the superintendent  
2 of public instruction shall produce an annual status report of the  
3 budget provisos in sections 501 and 513 of this act. The status report  
4 of each proviso shall include, but not be limited to, the following  
5 information: Purpose and objective, number of staff, number of  
6 contractors, status of proviso implementation, number of beneficiaries  
7 by year, list of beneficiaries, and proviso outcomes and achievements.

8 (iv) The superintendent of public instruction shall update the  
9 program prepared and distributed under RCW 28A.230.150 for the  
10 observation of temperance and good citizenship day to include providing  
11 an opportunity for eligible students to register to vote at school.

12 (~~((vi))~~) (v) Appropriations in this section are sufficient for the  
13 office of the superintendent of public instruction to conduct ongoing  
14 consolidated program reviews of alternative learning experience  
15 programs and dropout reengagement programs established under chapter  
16 20, Laws of 2010. The office of the superintendent of public  
17 instruction shall include alternative learning education and dropout  
18 reengagement programs in their ongoing consolidated program reviews, as  
19 well as provide outreach and training to school districts regarding  
20 implementation of the programs. Findings from the program reviews will  
21 be used to support and prioritize office of the superintendent outreach  
22 and education efforts that assist school districts in implementing the  
23 programs in accordance with statute and legislative intent, as well as  
24 to support financial and performance audit work conducted by the office  
25 of the state auditor.

26 (b) \$1,017,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$1,017,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely for activities associated with the  
29 implementation of new school finance systems required by chapter 236,  
30 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009  
31 (state's education system), including technical staff, systems  
32 reprogramming, and workgroup deliberations, including the quality  
33 education council and the data governance working group.

34 (c) \$1,012,000 of the general fund--state appropriation for fiscal  
35 year 2014 and (~~(\$1,012,000)~~) \$1,034,000 of the general fund--state  
36 appropriation for fiscal year 2015 are provided solely for the  
37 operation and expenses of the state board of education, including basic  
38 education assistance activities. Of these amounts, \$161,000 of the

1 general fund--state appropriation for fiscal year 2014 and \$161,000 of  
2 the general fund--state appropriation for fiscal year 2015 are provided  
3 for implementation of Initiative Measure No. 1240 (charter schools),  
4 and \$22,000 of the general fund--state appropriation for fiscal year  
5 2015 is provided solely for the state board of education to adopt rules  
6 to implement the career and college ready graduation requirement  
7 proposal adopted under board resolution on November 10, 2010, and  
8 revised on January 9, 2014, to take effect beginning with the  
9 graduating class of 2019 as required by Engrossed Second Substitute  
10 Senate Bill No. 6552 (improving student success by modifying  
11 instructional hour and graduation requirements). If the bill is not  
12 enacted by June 30, 2014, the amounts provided for Engrossed Second  
13 Substitute Senate Bill No. 6552 shall lapse.

14 (d) \$1,325,000 of the general fund--state appropriation for fiscal  
15 year 2014 and (~~(\$1,325,000)~~) \$1,453,000 of the general fund--state  
16 appropriation for fiscal year 2015 are provided solely to the  
17 professional educator standards board for the following:

18 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year  
19 2015 are for the operation and expenses of the Washington professional  
20 educator standards board;

21 (ii) \$250,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$250,000 of the general fund--state appropriation for  
23 fiscal year 2015 are for mentor stipends provided through the  
24 alternative routes to certification program administered by the  
25 professional educator standards board, including the pipeline for  
26 paraeducators program and the retooling to teach conditional loan  
27 programs. Funding within this subsection (1)(d)(ii) is also provided  
28 for the recruiting Washington teachers program; (~~and~~)

29 (iii) \$128,000 of the general fund--state appropriation for fiscal  
30 year 2015 is provided solely for the purposes of Substitute Senate Bill  
31 No. 6129 (paraeducator development). If the bill is not enacted by  
32 June 30, 2014, the amount provided in this subsection (iii) shall  
33 lapse; and

34 (iv) \$25,000 of the general fund--state appropriation for fiscal  
35 year 2014 and \$25,000 of the general fund--state appropriation for  
36 fiscal year 2015 are provided solely for the professional educator  
37 standards board to develop educator interpreter standards and identify  
38 interpreter assessments that are available to school districts.

1 Interpreter assessments should meet the following criteria: (A)  
2 Include both written assessment and performance assessment; (B) be  
3 offered by a national organization of professional sign language  
4 interpreters and transliterators; and (C) be designed to assess  
5 performance in more than one sign system or sign language. The board  
6 shall establish a performance standard, defining what constitutes a  
7 minimum assessment result, for each educational interpreter assessment  
8 identified. The board shall publicize the standards and assessments  
9 for school district use.

10 (e) \$133,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$133,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely for the implementation of chapter  
13 240, Laws of 2010, including staffing the office of equity and civil  
14 rights.

15 (f) \$50,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$50,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for the ongoing work of the  
18 education opportunity gap oversight and accountability committee.

19 (g) \$45,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$45,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the implementation of chapter  
22 380, Laws of 2009 (enacting the interstate compact on educational  
23 opportunity for military children).

24 (h) \$131,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$131,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for the implementation of  
27 Initiative Measure No. 1240 (charter schools).

28 (i) \$1,826,000 of the general fund--state appropriation for fiscal  
29 year 2014 and \$1,802,000 of the general fund--state appropriation for  
30 fiscal year 2015 are provided solely for implementing a comprehensive  
31 data system to include financial, student, and educator data, including  
32 development and maintenance of the comprehensive education data and  
33 research system (CEDARS).

34 (j) \$25,000 of the general fund--state appropriation for fiscal  
35 year 2014 and \$25,000 of the general fund--state appropriation for  
36 fiscal year 2015 are provided solely for project citizen, a program  
37 sponsored by the national conference of state legislatures and the

center for civic education to promote participation in government by middle school students.

(k) \$1,500,000 of the general fund--state appropriation for fiscal year 2014 and \$1,500,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for collaborative schools for innovation and success authorized under chapter 53, Laws of 2012. The office of the superintendent of public instruction shall award \$500,000 per year in funding for each collaborative school for innovation and success selected for participation in the pilot program during 2012.

(l) \$123,000 of the general fund--state appropriation for fiscal year 2014 and \$123,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementation of chapter 163, Laws of 2012 (foster care outcomes). The office of the superintendent of public instruction shall annually report each December on the implementation of the state's plan of cross-system collaboration to promote educational stability and improve education outcomes of foster youth.

(m) \$250,000 of the general fund--state appropriation for fiscal year 2014 and \$250,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementation of chapter 178, Laws of 2012 (open K-12 education resources).

(n) \$93,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$93,000)~~) \$193,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for chapter 185, Laws of 2011 (bullying prevention, which requires the office of the superintendent of public instruction to convene an ongoing workgroup on school bullying and harassment prevention. Within the amounts provided, (~~(\$140,000)~~) \$240,000 is for youth suicide prevention activities.

(o) \$138,000 of the general fund--state appropriation for fiscal year 2014 is provided solely for implementation of House Bill No. 1336 (troubled youth in school). If the bill is not enacted by June 30, 2013, the amounts provided in this subsection shall lapse.

(p) \$68,000 of the general fund--state appropriation for fiscal year 2014 and \$14,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for implementation of House Bill No. 1134 (state-tribal education compacts). If the bill is not enacted by June 30, 2013, the amounts provided in this subsection shall lapse.



1 (q) \$62,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$62,000 of the general fund--state appropriation for  
3 fiscal year 2015 are for competitive grants to school districts to  
4 increase the capacity of high schools to offer AP computer science  
5 courses. In making grant allocations, the office of the superintendent  
6 of public instruction must give priority to schools and districts in  
7 rural areas, with substantial enrollment of low-income students, and  
8 that do not offer AP computer science. School districts may apply to  
9 receive either or both of the following grants:

10 (i) A grant to establish partnerships to support computer science  
11 professionals from private industry serving on a voluntary basis as  
12 coinstructors along with a certificated teacher, including via  
13 synchronous video, for AP computer science courses; or

14 (ii) A grant to purchase or upgrade technology and curriculum  
15 needed for AP computer science, as well as provide opportunities for  
16 professional development for classroom teachers to have the requisite  
17 knowledge and skills to teach AP computer science.

18 (r) \$27,000 of the general fund--state appropriation for fiscal  
19 year 2014 is provided solely for implementation of House Bill No. 1556  
20 (cardiac arrest education).

21 (s) \$50,000 of the general fund--state appropriation for fiscal  
22 year 2014 is provided solely for the development of recommendations for  
23 funding integrated school nursing and outreach services. The office of  
24 the superintendent of public instruction shall collaborate with the  
25 health care authority to develop recommendations for increasing federal  
26 financial participation for providing nursing services in schools with  
27 the goals of integrating nursing and outreach services and supporting  
28 one nurse for every four-hundred fifty students in elementary schools  
29 and one nurse for every seven-hundred fifty students in secondary  
30 schools. The recommendations shall include proposals for funding  
31 training and reimbursement for nurses that provide outreach services to  
32 help eligible students enroll in apple health for kids and other social  
33 services programs. The authority and the office of the superintendent  
34 of public instruction shall provide these recommendations to the  
35 governor and the legislature by December 1, 2013.

36 (t) \$50,000 of the general fund--state appropriation for fiscal  
37 year 2014 is provided solely for the office of the superintendent of  
38 public instruction to contract with an organization to develop a model

1 plan for evaluating the outcomes of state funded pilot education  
2 programs, including guidelines for standard data that must be gathered  
3 throughout any education pilot program, as well as guidance for data  
4 and evaluation methods depending on the design of the program and the  
5 target population. The contract must also include a provision to  
6 provide guidance for the evaluation of existing pilot programs.

7 (u) \$10,000 of the general fund--state appropriation for fiscal  
8 year 2014 and \$10,000 of the general fund--state appropriation for  
9 fiscal year 2015 are provided solely for the superintendent of public  
10 instruction to convene a committee for the selection and recognition of  
11 Washington innovative schools. The committee shall select and  
12 recognize Washington innovative schools based on the selection criteria  
13 established by the office of the superintendent of public instruction,  
14 in accordance with chapter 202, Laws of 2011 (innovation schools--  
15 recognition) and chapter 260, Laws of 2011 (innovation schools and  
16 zones).

17 (v) \$100,000 of the general fund--state appropriation for fiscal  
18 year 2014 and \$100,000 of the general fund--state appropriation for  
19 fiscal year 2015 are provided solely for the Mobius science center to  
20 expand mobile outreach of science, technology, engineering, and  
21 mathematics (STEM) education to students in rural, tribal, and  
22 low-income communities.

23 (w) \$287,000 of the general fund--state appropriation for fiscal  
24 year 2015 is provided solely for the purpose of developing math and  
25 science equivalency curriculum and course modules for career and  
26 technical education and skill center courses to allow students to  
27 fulfill math and science credit requirements for graduation as required  
28 by Engrossed Second Substitute Senate Bill No. 6552 (improving student  
29 success by modifying instructional hour and graduation requirements).  
30 If the bill is not enacted by June 30, 2014, the amount provided in  
31 this subsection (w) shall lapse.

32 (2) \$200,000 of the performance audits of government account--state  
33 appropriation is provided solely for a one-time workload increase to  
34 address additional audit resolutions and appeals in the alternative  
35 learning experience programs.

36 (3) \$10,277,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$9,565,000 of the general fund--state appropriation for  
38 fiscal year 2015 are for statewide programs.

1 (a) HEALTH AND SAFETY

2 (i) \$2,541,000 of the general fund--state appropriation for fiscal  
3 year 2014 and \$2,541,000 of the general fund--state appropriation for  
4 fiscal year 2015 are provided solely for a corps of nurses located at  
5 educational service districts, as determined by the superintendent of  
6 public instruction, to be dispatched to the most needy schools to  
7 provide direct care to students, health education, and training for  
8 school staff.

9 (ii) \$135,000 of the general fund--state appropriation for fiscal  
10 year 2014 and \$135,000 of the general fund--state appropriation for  
11 fiscal year 2015 are provided solely for a nonviolence and leadership  
12 training program provided by the institute for community leadership.

13 (b) TECHNOLOGY

14 \$1,221,000 of the general fund--state appropriation for fiscal year  
15 2014 and \$1,221,000 of the general fund--state appropriation for fiscal  
16 year 2015 are provided solely for K-20 telecommunications network  
17 technical support in the K-12 sector to prevent system failures and  
18 avoid interruptions in school utilization of the data processing and  
19 video-conferencing capabilities of the network. These funds may be  
20 used to purchase engineering and advanced technical support for the  
21 network.

22 (c) GRANTS AND ALLOCATIONS

23 (i) \$1,875,000 of the general fund--state appropriation for fiscal  
24 year 2014 and \$1,875,000 of the general fund--state appropriation for  
25 fiscal year 2015 are provided solely for the Washington state achievers  
26 scholarship program. The funds shall be used to support community  
27 involvement officers that recruit, train, and match community volunteer  
28 mentors with students selected as achievers scholars.

29 (ii) \$1,000,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$1,000,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for contracting with a college  
32 scholarship organization with expertise in conducting outreach to  
33 students concerning eligibility for the Washington college bound  
34 scholarship consistent with chapter 405, Laws of 2007.

35 (iii) \$1,000,000 of the general fund--state appropriation for  
36 fiscal year 2014 and \$1,000,000 of the general fund--state  
37 appropriation for fiscal year 2015 are provided solely for dropout  
38 prevention, intervention, and reengagement programs, including the jobs

1 for America's graduates (JAG) program and the building bridges  
2 statewide program. Starting in school year 2014-15 students in the  
3 foster care system or who are homeless shall be given priority by  
4 districts offering the jobs for America's graduates program. The  
5 office of the superintendent of public instruction shall convene staff  
6 representatives from high schools to meet and share best practices for  
7 dropout prevention.

8 (iv) \$2,112,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$1,400,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely for the implementation of chapter  
11 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the  
12 development and implementation of the Washington kindergarten inventory  
13 of developing skills (WaKIDS).

14 (v) \$100,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$100,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely to subsidize advanced placement  
17 exam fees and international baccalaureate class fees and exam fees for  
18 low-income students. To be eligible for the subsidy, a student must be  
19 either enrolled or eligible to participate in the federal free or  
20 reduced price lunch program, and the student must have maximized the  
21 allowable federal contribution. The office of the superintendent of  
22 public instruction shall set the subsidy in an amount so that the  
23 advanced placement exam fee does not exceed \$15.00 and the combined  
24 class and exam fee for the international baccalaureate does not exceed  
25 \$14.50.

26 (vi) \$293,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$293,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely for the office of the  
29 superintendent of public instruction to support (~~the dissemination of~~  
30 ~~the navigation 101 curriculum to all districts~~) district  
31 implementation of comprehensive guidance and planning programs  
32 consistent with RCW 28A.600.045.

33 **Sec. 502.** 2013 2nd sp.s. c 4 s 502 (uncodified) is amended to read  
34 as follows:

35 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**  
36 **APPORTIONMENT**

37 General Fund--State Appropriation (FY 2014) . . . . (~~(\$5,395,289,000)~~)

1		<u>\$5,386,820,000</u>
2	General Fund--State Appropriation (FY 2015) . . . .	(( <del>\$5,581,336,000</del> ))
3		<u>\$5,632,857,000</u>
4	Education Legacy Trust Account--State	
5	Appropriation . . . . .	\$328,563,000
6	TOTAL APPROPRIATION . . . . .	(( <del>\$11,305,188,000</del> ))
7		<u>\$11,348,240,000</u>

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

10       (1)(a) Each general fund fiscal year appropriation includes such  
11 funds as are necessary to complete the school year ending in the fiscal  
12 year and for prior fiscal year adjustments.

13       (b) For the 2013-14 and 2014-15 school years, the superintendent  
14 shall allocate general apportionment funding to school districts as  
15 provided in the funding formulas and salary schedules in sections 502  
16 and 503 of this act, excluding (c) of this subsection.

17       (c) From July 1, 2013, to August 31, 2013, the superintendent shall  
18 allocate general apportionment funding to school districts programs as  
19 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.  
20 sess., as amended.

21       (d) The enrollment of any district shall be the annual average  
22 number of full-time equivalent students and part-time students as  
23 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
24 September and on the first school day of each month October through  
25 June, including students who are in attendance pursuant to RCW  
26 28A.335.160 and 28A.225.250 who do not reside within the servicing  
27 school district. Any school district concluding its basic education  
28 program in May must report the enrollment of the last school day held  
29 in May in lieu of a June enrollment.

30       (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

31       Allocations for certificated instructional staff salaries for the  
32 2013-14 and 2014-15 school years are determined using formula-generated  
33 staff units calculated pursuant to this subsection.

34       (a) Certificated instructional staff units, as defined in RCW  
35 28A.150.410, shall be allocated to reflect the minimum class size  
36 allocations, requirements, and school prototypes assumptions as  
37 provided in RCW 28A.150.260, except that the allocation for guidance  
38 counselors in a middle school shall be 1.216 and for school year 2013-

14 the allocation for guidance counselors in a high school shall be 2.009, which enhancements are within the program of basic education. The superintendent shall make allocations to school districts based on the district's annual average full-time equivalent student enrollment in each grade.

(b) Additional certificated instructional staff units provided in this subsection (2) that exceed the minimum requirements in RCW 28A.150.260 are enhancements outside the program of basic education, except as otherwise provided in this section.

(c)(i) The superintendent shall base allocations for each level of prototypical school on the following regular education average class size of full-time equivalent students per teacher, except as provided in (c)(ii) of this subsection:

General education class size:

Grade	RCW 28A.150.260	2013-14 School Year	2014-15 School Year
Grades K-3	.....	25.23	25.23
Grade 4	.....	27.00	27.00
Grades 5-6	.....	27.00	27.00
Grades 7-8	.....	28.53	28.53
Grades 9-12	.....	28.74	28.74

The superintendent shall base allocations for laboratory science, career and technical education (CTE) and skill center programs average class size as provided in RCW 28A.150.260.

(ii) For each level of prototypical school at which more than fifty percent of the students were eligible for free and reduced-price meals in the prior school year, the superintendent shall allocate funding based on the following average class size of full-time equivalent students per teacher:

(A) General education class size in high poverty schools:

Grade	RCW 28A.150.260
Grade 2	..... 24.10

1	Grade 3	.....	24.10
2	Grade 4	.....	27.00
3	Grades 5-6	.....	27.00
4	Grades 7-8	.....	28.53
5	Grades 9-12	.....	28.74

(B) For grades K-1, class size of 20.85 is provided for high poverty schools for the 2013-14 school year;

(C) For grades K through 1, the superintendent shall, at a minimum, allocate funding to high-poverty schools for the 2014-15 school year based on an average class size of 24.10 full-time equivalent students per teacher. The superintendent shall provide enhanced funding for class size reduction in grades K through 1 to the extent of, and proportionate to, the school's demonstrated actual average class size up to a class size of 20.30 full-time equivalent students per teacher. The office of the superintendent of public instruction shall develop rules to implement the enhanced funding authorized under (ii)(C) of this subsection and shall distribute draft rules for review no later than December 1, 2013. The office of the superintendent of public instruction shall report the draft rules and proposed methodology to the governor and the appropriate policy and fiscal committees of the legislature by December 1, 2013.

(D) The enhancement in this subsection (2)(c)(ii) is within the program of basic education.

(iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher planning period, expressed as a percentage of a teacher work day, is 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

(iv) (~~Laboratory science,~~) Advanced placement(~~(7)~~) and international baccalaureate courses are funded at the same class size assumptions as general education schools in the same grade; and

(d)(i) Funding for teacher librarians, school nurses, social workers, school psychologists, and guidance counselors is allocated based on the school prototypes as provided in RCW 28A.150.260 and (a) of this subsection and is considered certificated instructional staff, except as provided in (d)(ii) of this subsection.

(ii) Students in approved career and technical education and skill center programs generate certificated instructional staff units to

provide for the services of teacher librarians, school nurses, social workers, school psychologists, and guidance counselors at the following combined rate per 1000 student((s)) full-time equivalent enrollment:

((~~Career and Technical Education~~  
~~students . . . . . 2.02 per 1000 student FTE's~~  
~~Skill Center students . . . . . 2.36 per 1000 student FTE's~~))

	<u>2013-14 School</u>	<u>2014-15 School</u>
	<u>Year</u>	<u>Year</u>
<u>Career and</u>	<u>2.02</u>	<u>2.72</u>
<u>Technical</u>		
<u>Education</u>		
<u>Skill Center</u>	<u>2.36</u>	<u>3.06</u>

(3) ADMINISTRATIVE STAFF ALLOCATIONS

(a) Allocations for school building-level certificated administrative staff salaries for the 2013-14 and 2014-15 school years for general education students are determined using the formula generated staff units calculated pursuant to this subsection. The superintendent shall make allocations to school districts based on the district's annual average full-time equivalent enrollment in each grade. The following prototypical school values shall determine the allocation for principals, assistance principals, and other certificated building level administrators:

Prototypical School Building:

Elementary School	..... 1.253
Middle School	..... 1.353
High School	..... 1.880

(b) Students in approved career and technical education and skill center programs generate certificated school building-level administrator staff units at per student rates that are a multiple of the general education rate in (a) of this subsection by the following factors: Career and Technical Education students . . . . . 1.025  
Skill Center students . . . . . 1.198



1 (4) CLASSIFIED STAFF ALLOCATIONS

2 Allocations for classified staff units providing school building-  
3 level and district-wide support services for the 2013-14 and 2014-15  
4 school years are determined using the formula-generated staff units  
5 provided in RCW 28A.150.260, and adjusted based on each district's  
6 annual average full-time equivalent student enrollment in each grade,  
7 except that the allocation for parent involvement coordinators in an  
8 elementary school shall be 0.0825, which enhancement is within the  
9 program of basic education.

10 (5) CENTRAL OFFICE ALLOCATIONS

11 In addition to classified and administrative staff units allocated  
12 in subsections (3) and (4) of this section, classified and  
13 administrative staff units are provided for the 2013-14 and 2014-15  
14 school year for the central office administrative costs of operating a  
15 school district, at the following rates:

16 (a) The total central office staff units provided in this  
17 subsection (5) are calculated by first multiplying the total number of  
18 eligible certificated instructional, certificated administrative, and  
19 classified staff units providing school-based or district-wide support  
20 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

21 (b) Of the central office staff units calculated in (a) of this  
22 subsection, 74.53 percent are allocated as classified staff units, as  
23 generated in subsection (4) of this section, and 25.47 percent shall be  
24 allocated as administrative staff units, as generated in subsection (3)  
25 of this section.

26 (c) Staff units generated as enhancements outside the program of  
27 basic education to the minimum requirements of RCW 28A.150.260, and  
28 staff units generated by skill center and career-technical students,  
29 are excluded from the total central office staff units calculation in  
30 (a) of this subsection.

31 (d) For students in approved career-technical and skill center  
32 programs, central office classified units are allocated at the same  
33 staff unit per student rate as those generated for general education  
34 students of the same grade in this subsection (5), and central office  
35 administrative staff units are allocated at staff unit per student  
36 rates that exceed the general education rate established for students  
37 in the same grade in this subsection (5) by 1.71 percent in the 2013-14  
38 school year and 2.00 percent in the 2014-15 school year for career and

1 technical education students, and ((21.60)) 21.57 percent in the 2013-  
2 14 school year and ((15.98)) 18.20 percent in the 2014-15 school year  
3 for skill center students.

4 (6) FRINGE BENEFIT ALLOCATIONS

5 Fringe benefit allocations shall be calculated at a rate of 18.68  
6 percent in the 2013-14 school year and 18.68 percent in the 2014-15  
7 school year for certificated salary allocations provided under  
8 subsections (2), (3), and (5) of this section, and a rate of 20.95  
9 percent in the 2013-14 school year and 20.95 percent in the 2014-15  
10 school year for classified salary allocations provided under  
11 subsections (4) and (5) of this section.

12 (7) INSURANCE BENEFIT ALLOCATIONS

13 Insurance benefit allocations shall be calculated at the  
14 maintenance rate specified in section 504 of this act, based on the  
15 number of benefit units determined as follows:

16 (a) The number of certificated staff units determined in  
17 subsections (2), (3), and (5) of this section; and

18 (b) The number of classified staff units determined in subsections  
19 (4) and (5) of this section multiplied by 1.152. This factor is  
20 intended to adjust allocations so that, for the purposes of  
21 distributing insurance benefits, full-time equivalent classified  
22 employees may be calculated on the basis of 1440 hours of work per  
23 year, with no individual employee counted as more than one full-time  
24 equivalent.

25 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

26 Funding is allocated per annual average full-time equivalent  
27 student for the materials, supplies, and operating costs (MSOC)  
28 incurred by school districts, consistent with the requirements of RCW  
29 28A.150.260.

30 (a) MSOC funding for general education students are allocated at  
31 the following per student rates:

32 MSOC RATES/STUDENT FTE  
33

MSOC Component	2013-14 SCHOOL YEAR	2014-15 SCHOOL YEAR
Technology	\$77.46	<del>(\$82.46)</del> <u>\$125.92</u>
Utilities and Insurance	\$210.46	\$223.23
Curriculum and Textbooks	\$83.17	\$88.21
Other Supplies and Library Materials	\$176.56	\$187.27
Instructional Professional Development for Certificated and Classified Staff	\$12.86	\$13.64
Facilities Maintenance	\$104.27	\$110.59
Security and Central Office	\$72.24	\$76.62
TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$737.02	<del>(\$781.72)</del> <u>\$825.48</u>

(b) Students in approved skill center programs generate per student FTE MSOC allocations of \$1,244.25 for the 2013-14 school year and ~~(\$1,262.92)~~ \$1,260.41 for the 2014-15 school year.

(c) Students in approved exploratory and preparatory career and technical education programs generate a per student MSOC allocation of \$1,399.30 for the 2013-14 school year and ~~(\$1,420.29)~~ \$1,417.48 for the 2014-15 school year.

~~(d) ((Students in laboratory science courses generate per student FTE MSOC allocations which equal the per student FTE rate for general education students established in (a) of this subsection.))~~ Students in grades 9-12 generate per student FTE MSOC allocations in addition to the allocation provided in (a) of this subsection at the following rate:

	<u>2014-15 SCHOOL YEAR</u>
<u>Technology</u>	<u>\$36.35</u>
<u>Curriculum and Textbooks</u>	<u>\$39.02</u>
<u>Other Supplies and Library Materials</u>	<u>\$82.84</u>
<u>Instructional Professional Development for Certificated and Classified Staff</u>	<u>\$6.04</u>
<u>TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE</u>	<u>\$164.25</u>

(9) SUBSTITUTE TEACHER ALLOCATIONS

For the 2013-14 and 2014-15 school years, funding for substitute

costs for classroom teachers is based on four (4) funded substitute days per classroom teacher unit generated under subsection (2) of this section, at a daily substitute rate of \$151.86.

(10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

(a) Amounts provided in this section from July 1, 2013, to August 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of 2011 1st sp. sess. (allocation of funding for funding for students enrolled in alternative learning experiences).

(b) Amounts provided in this section beginning September 1, 2013, are adjusted to reflect modifications to alternative learning experience courses in Engrossed Substitute Senate Bill No. 5946 (student educational outcomes).

(c) The superintendent of public instruction shall require all districts receiving general apportionment funding for alternative learning experience (ALE) programs as defined in WAC 392-121-182 to provide separate financial accounting of expenditures for the ALE programs offered in district or with a provider, including but not limited to private companies and multidistrict cooperatives, as well as accurate, monthly headcount and FTE enrollment claimed for basic education, including separate counts of resident and nonresident students.

(11) DROPOUT REENGAGEMENT PROGRAM FUNDING

Starting with the 2014-15 school year, the superintendent of public instruction shall require all districts claiming general apportionment funding for dropout reengagement programs authorized under RCW 28A.175.100 through 28A.175.115 to meet minimum weekly instructional contact requirements. The superintendent shall revise its rules accordingly to implement this subsection. Districts must also provide separate financial accounting of expenditures for the open door programs offered in district or with a provider, as well as accurate, monthly headcount and FTE enrollment claimed for basic education, including separate counts of resident and nonresident students.

(12) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

Funding in this section is sufficient to fund voluntary full day kindergarten programs in qualifying high poverty schools, pursuant to RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls for the voluntary full-day program in a qualifying school shall count

1 as one-half of one full-time equivalent student for purpose of making  
2 allocations under this section. Funding in this section provides full-  
3 day kindergarten programs for 43.75 percent of kindergarten enrollment  
4 in the 2013-14 school year and 43.75 percent in the 2014-15 school  
5 year, which enhancement is within the program of basic education.

6 ~~((12) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN THROUGH~~  
7 ~~TWELVE~~

8 ~~(a) School districts shall implement the increased instructional~~  
9 ~~hours for the instructional program of basic education required under~~  
10 ~~the provisions of RCW 28A.150.220(2)(a) beginning with the 2014-15~~  
11 ~~school year, which enhancement is within the program of basic~~  
12 ~~education.~~

13 ~~(b) Amounts provided in this section are sufficient to fund~~  
14 ~~increased instructional hours in grades seven through twelve. For the~~  
15 ~~2014-15 school year, the superintendent shall allocate funding to~~  
16 ~~school districts for increased instructional hours. In calculating the~~  
17 ~~allocations, the superintendent shall assume the following averages:~~  
18 ~~(a) Additional instruction of 2.2222 hours per week per full-time~~  
19 ~~equivalent student in grades seven through twelve in school year 2014-~~  
20 ~~15; (b) the general education average class sizes specified in section~~  
21 ~~502(2)(c); (c) 36 instructional weeks per year; (d) 900 instructional~~  
22 ~~hours per teacher; and (e) the district's average staff mix and~~  
23 ~~compensation rates as provided in sections 503 and 504 of this act.))~~

24 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
25 NECESSARY PLANTS

26 For small school districts and remote and necessary school plants  
27 within any district which have been judged to be remote and necessary  
28 by the superintendent of public instruction, additional staff units are  
29 provided to ensure a minimum level of staffing support. Additional  
30 administrative and certificated instructional staff units provided to  
31 districts in this subsection shall be reduced by the general education  
32 staff units, excluding career and technical education and skills center  
33 enhancement units, otherwise provided in subsections (2) through (5) of  
34 this section on a per district basis.

35 (a) For districts enrolling not more than twenty-five average  
36 annual full-time equivalent students in grades K-8, and for small  
37 school plants within any school district which have been judged to be

1 remote and necessary by the superintendent of public instruction and  
2 enroll not more than twenty-five average annual full-time equivalent  
3 students in grades K-8:

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

9 (ii) For those enrolling students in grades 7 or 8, 1.68  
10 certificated instructional staff units and 0.32 certificated  
11 administrative staff units for enrollment of not more than five  
12 students, plus one-tenth of a certificated instructional staff unit for  
13 each additional student enrolled;

14 (b) For specified enrollments in districts enrolling more than  
15 twenty-five but not more than one hundred average annual full-time  
16 equivalent students in grades K-8, and for small school plants within  
17 any school district which enroll more than twenty-five average annual  
18 full-time equivalent students in grades K-8 and have been judged to be  
19 remote and necessary by the superintendent of public instruction:

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

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

26 (c) For districts operating no more than two high schools with  
27 enrollments of less than three hundred average annual full-time  
28 equivalent students, for enrollment in grades 9-12 in each such school,  
29 other than alternative schools, except as noted in this subsection:

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

35 (ii) For all other small high schools under this subsection, nine  
36 certificated instructional staff units and one-half of a certificated  
37 administrative staff unit for the first sixty average annual full-time  
38 equivalent students, and additional staff units based on a ratio of

1 0.8732 certificated instructional staff units and 0.1268 certificated  
2 administrative staff units per each additional forty-three and one-half  
3 average annual full-time equivalent students;

4 (iii) Districts receiving staff units under this subsection shall  
5 add students enrolled in a district alternative high school and any  
6 grades nine through twelve alternative learning experience programs  
7 with the small high school enrollment for calculations under this  
8 subsection;

9 (d) For each nonhigh school district having an enrollment of more  
10 than seventy annual average full-time equivalent students and less than  
11 one hundred eighty students, operating a grades K-8 program or a grades  
12 1-8 program, an additional one-half of a certificated instructional  
13 staff unit;

14 (e) For each nonhigh school district having an enrollment of more  
15 than fifty annual average full-time equivalent students and less than  
16 one hundred eighty students, operating a grades K-6 program or a grades  
17 1-6 program, an additional one-half of a certificated instructional  
18 staff unit;

19 (f)(i) For enrollments generating certificated staff unit  
20 allocations under (a) through (e) of this subsection, one classified  
21 staff unit for each 2.94 certificated staff units allocated under such  
22 subsections;

23 (ii) For each nonhigh school district with an enrollment of more  
24 than fifty annual average full-time equivalent students and less than  
25 one hundred eighty students, an additional one-half of a classified  
26 staff unit; and

27 (g) School districts receiving additional staff units to support  
28 small student enrollments and remote and necessary plants under this  
29 subsection (12) shall generate additional MSOC allocations consistent  
30 with the nonemployee related costs (NERC) allocation formula in place  
31 for the 2010-11 school year as provided in section 502, chapter 37,  
32 Laws of 2010 1st sp. sess. (2010 supplemental budget), adjusted  
33 annually for inflation.

34 (14) Any school district board of directors may petition the  
35 superintendent of public instruction by submission of a resolution  
36 adopted in a public meeting to reduce or delay any portion of its basic  
37 education allocation for any school year. The superintendent of public  
38 instruction shall approve such reduction or delay if it does not impair

1 the district's financial condition. Any delay shall not be for more  
2 than two school years. Any reduction or delay shall have no impact on  
3 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
4 pursuant to chapter 28A.500 RCW.

5 (15) The superintendent may distribute funding for the following  
6 programs outside the basic education formula during fiscal years 2014  
7 and 2015 as follows:

8 (a) \$605,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$614,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely for fire protection for school  
11 districts located in a fire protection district as now or hereafter  
12 established pursuant to chapter 52.04 RCW.

13 (b) \$436,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$436,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for programs providing skills  
16 training for secondary students who are enrolled in extended day  
17 school-to-work programs, as approved by the superintendent of public  
18 instruction. The funds shall be allocated at a rate not to exceed \$500  
19 per full-time equivalent student enrolled in those programs.

20 (16) \$214,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$217,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for school district emergencies as  
23 certified by the superintendent of public instruction. At the close of  
24 the fiscal year the superintendent of public instruction shall report  
25 to the office of financial management and the appropriate fiscal  
26 committees of the legislature on the allocations provided to districts  
27 and the nature of the emergency.

28 (17) Funding in this section is sufficient to fund a maximum of 1.6  
29 FTE enrollment for skills center students pursuant to chapter 463, Laws  
30 of 2007.

31 (18) Students participating in running start programs may be funded  
32 up to a combined maximum enrollment of 1.2 FTE including school  
33 district and institution of higher education enrollment. In  
34 calculating the combined 1.2 FTE, the office of the superintendent of  
35 public instruction may average the participating student's September  
36 through June enrollment to account for differences in the start and end  
37 dates for courses provided by the high school and higher education  
38 institution. Additionally, the office of the superintendent of public



1 instruction, in consultation with the state board for community and  
2 technical colleges, the student achievement council, and the education  
3 data center, shall annually track and report to the fiscal committees  
4 of the legislature on the combined FTE experience of students  
5 participating in the running start program, including course load  
6 analyses at both the high school and community and technical college  
7 system.

8 (19) If two or more school districts consolidate and each district  
9 was receiving additional basic education formula staff units pursuant  
10 to subsection (12) of this section, the following apply:

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

15 (b) For the fourth through eighth school years following  
16 consolidation, the difference between the basic education formula staff  
17 units received by the districts for the school year prior to  
18 consolidation and the basic education formula staff units after  
19 consolidation pursuant to subsection (12) of this section shall be  
20 reduced in increments of twenty percent per year.

21 (20)(a) Indirect cost charges by a school district to approved  
22 career and technical education middle and secondary programs shall not  
23 exceed 15 percent of the combined basic education and career and  
24 technical education program enhancement allocations of state funds.  
25 Middle and secondary career and technical education programs are  
26 considered separate programs for funding and financial reporting  
27 purposes under this section.

28 (b) Career and technical education program full-time equivalent  
29 enrollment shall be reported on the same monthly basis as the  
30 enrollment for students eligible for basic support, and payments shall  
31 be adjusted for reported career and technical education program  
32 enrollments on the same monthly basis as those adjustments for  
33 enrollment for students eligible for basic support.

34 **Sec. 503.** 2013 2nd sp.s. c 4 s 505 (uncodified) is amended to read  
35 as follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**  
37 General Fund--State Appropriation (FY 2014) . . . . . ((~~\$365,120,000~~))

1		\$365,048,000
2	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$427,408,000</del> ))
3		\$428,754,000
4	TOTAL APPROPRIATION . . . . .	(( <del>\$792,528,000</del> ))
5		\$793,802,000

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

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

11 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent  
12 shall allocate funding to school district programs for the  
13 transportation of eligible students as provided in RCW 28A.160.192 or  
14 for approved schools and eligible students as provided in RCW  
15 28A.710.220(3). Students are considered eligible only if meeting the  
16 definitions provided in RCW 28A.160.160. Funding in this section for  
17 school year 2014-15 constitutes full implementation of RCW 28A.160.192,  
18 which enhancement is within the program of basic education.

19 (b) From July 1, 2013 to August 31, 2013, the superintendent shall  
20 allocate funding to school districts programs for the transportation of  
21 students as provided in section 505, chapter 50, Laws of 2011 1st sp.  
22 sess., as amended.

23 (3) A maximum of \$892,000 of this fiscal year 2014 appropriation  
24 and a maximum of \$892,000 of the fiscal year 2015 appropriation may be  
25 expended for regional transportation coordinators and related  
26 activities. The transportation coordinators shall ensure that data  
27 submitted by school districts for state transportation funding shall,  
28 to the greatest extent practical, reflect the actual transportation  
29 activity of each district.

30 (4) The office of the superintendent of public instruction shall  
31 provide reimbursement funding to a school district for school bus  
32 purchases only after the superintendent of public instruction  
33 determines that the school bus was purchased from the list established  
34 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process  
35 based on the lowest price quote based on similar bus categories to  
36 those used to establish the list pursuant to RCW 28A.160.195.

37 (5) The superintendent of public instruction shall base  
38 depreciation payments for school district buses on the pre-sales tax

1 five-year average of lowest bids in the appropriate category of bus.  
2 In the final year on the depreciation schedule, the depreciation  
3 payment shall be based on the lowest bid in the appropriate bus  
4 category for that school year.

5 (6) Funding levels in this section reflect waivers granted by the  
6 state board of education for four-day school weeks as allowed under RCW  
7 28A.305.141.

8 (7) The office of the superintendent of public instruction shall  
9 annually disburse payments for bus depreciation in August.

10 **Sec. 504.** 2013 2nd sp.s. c 4 s 506 (uncodified) is amended to read  
11 as follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**  
13 **PROGRAMS**

14	General Fund--State Appropriation (FY 2014) . . . . .	\$7,111,000
15	General Fund--State Appropriation (FY 2015) . . . . .	\$7,111,000
16	General Fund--Federal Appropriation . . . . .	(( <del>\$473,326,000</del> ))
17		<u>\$501,326,000</u>
18	TOTAL APPROPRIATION . . . . .	(( <del>\$487,548,000</del> ))
19		<u>\$515,548,000</u>

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

22 (1) \$7,111,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$7,111,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for state matching money for  
25 federal child nutrition programs, and may support the meals for kids  
26 program through the following allowable uses:

27 (a) Elimination of breakfast copays for eligible public school  
28 students and lunch copays for eligible public school students in grades  
29 kindergarten through third grade who are eligible for reduced price  
30 lunch;

31 (b) Assistance to school districts and authorized public and  
32 private nonprofit organizations for supporting summer food service  
33 programs, and initiating new summer food service programs in low-income  
34 areas;

35 (c) Reimbursements to school districts for school breakfasts served  
36 to students eligible for free and reduced price lunch, pursuant to  
37 chapter 287, Laws of 2005; and

(d) Assistance to school districts in initiating and expanding school breakfast programs.

The office of the superintendent of public instruction shall report annually to the fiscal committees of the legislature on annual expenditures in (a), (b), and (c) of this subsection.

**Sec. 505.** 2013 2nd sp.s. c 4 s 507 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$702,149,000</del> ))
	<u>\$693,894,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$738,043,000</del> ))
	<u>\$739,998,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$462,022,000</del> ))
	<u>\$476,122,000</u>
Education Legacy Trust Account--State Appropriation . . . .	\$46,151,000
TOTAL APPROPRIATION . . . . .	(( <del>\$1,948,365,000</del> ))
	<u>\$1,956,165,000</u>

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

(1) Funding for special education programs is provided on an excess cost basis, pursuant to RCW 28A.150.390. School districts shall ensure that special education students as a class receive their full share of the general apportionment allocation accruing through sections 502 and 504 of this act. To the extent a school district cannot provide an appropriate education for special education students under chapter 28A.155 RCW through the general apportionment allocation, it shall provide services through the special education excess cost allocation funded in this section.

(2)(a) The superintendent of public instruction shall ensure that:

- (i) Special education students are basic education students first;
- (ii) As a class, special education students are entitled to the full basic education allocation; and
- (iii) Special education students are basic education students for the entire school day.

(b) The superintendent of public instruction shall continue to

1 implement the full cost method of excess cost accounting, as designed  
2 by the committee and recommended by the superintendent, pursuant to  
3 section 501(1)(k), chapter 372, Laws of 2006.

4 (3) Each fiscal year appropriation includes such funds as are  
5 necessary to complete the school year ending in the fiscal year and for  
6 prior fiscal year adjustments.

7 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent  
8 shall allocate funding to school district programs for special  
9 education students as provided in RCW 28A.150.390, except that the  
10 calculation of the base allocation also includes allocations ((for  
11 ~~increased instructional hours for grades seven through twelve as~~))  
12 provided under section 502((+12)(b))) (2)(a) and (4), which enhancement  
13 is within the program of basic education.

14 (b) From July 1, 2013 to August 31, 2013, the superintendent shall  
15 allocate funding to school district programs for special education  
16 students as provided in section 507, chapter 50, Laws of 2011 1st sp.  
17 sess., as amended.

18 (5) The following applies throughout this section: The definitions  
19 for enrollment and enrollment percent are as specified in RCW  
20 28A.150.390(3). Each district's general fund--state funded special  
21 education enrollment shall be the lesser of the district's actual  
22 enrollment percent or 12.7 percent.

23 (6) At the request of any interdistrict cooperative of at least 15  
24 districts in which all excess cost services for special education  
25 students of the districts are provided by the cooperative, the maximum  
26 enrollment percent shall be calculated in accordance with RCW  
27 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
28 rather than individual district units. For purposes of this  
29 subsection, the average basic education allocation per full-time  
30 equivalent student shall be calculated in the aggregate rather than  
31 individual district units.

32 (7) ((~~\$22,263,000~~)) \$17,578,000 of the general fund--state  
33 appropriation for fiscal year 2014, ((~~\$34,392,000~~)) \$29,948,000 of the  
34 general fund--state appropriation for fiscal year 2015, and \$29,574,000  
35 of the general fund--federal appropriation are provided solely for  
36 safety net awards for districts with demonstrated needs for special  
37 education funding beyond the amounts provided in subsection (4) of this  
38 section. If the federal safety net awards based on the federal

1 eligibility threshold exceed the federal appropriation in this  
2 subsection (7) in any fiscal year, the superintendent shall expend all  
3 available federal discretionary funds necessary to meet this need. At  
4 the conclusion of each school year, the superintendent shall recover  
5 safety net funds that were distributed prospectively but for which  
6 districts were not subsequently eligible.

7 (a) For the 2013-14 and 2014-15 school years, safety net funds  
8 shall be awarded by the state safety net oversight committee as  
9 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

10 (b) The office of the superintendent of public instruction shall  
11 make award determinations for state safety net funding in August of  
12 each school year. Determinations on school district eligibility for  
13 state safety net awards shall be based on analysis of actual  
14 expenditure data from the current school year.

15 (8) A maximum of \$678,000 may be expended from the general fund--  
16 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
17 full-time equivalent aides at children's orthopedic hospital and  
18 medical center. This amount is in lieu of money provided through the  
19 home and hospital allocation and the special education program.

20 (9) The superintendent shall maintain the percentage of federal  
21 flow-through to school districts at 85 percent. In addition to other  
22 purposes, school districts may use increased federal funds for high-  
23 cost students, for purchasing regional special education services from  
24 educational service districts, and for staff development activities  
25 particularly relating to inclusion issues.

26 (10) A school district may carry over from one year to the next  
27 year up to 10 percent of the general fund--state funds allocated under  
28 this program; however, carryover funds shall be expended in the special  
29 education program.

30 (11) \$252,000 of the general fund--state appropriation for fiscal  
31 year 2014 and \$252,000 of the general fund--state appropriation for  
32 fiscal year 2015 are provided solely for two additional full-time  
33 equivalent staff to support the work of the safety net committee and to  
34 provide training and support to districts applying for safety net  
35 awards.

36 (12) \$50,000 of the general fund--state appropriation for fiscal  
37 year 2014, \$50,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$100,000 of the general fund--federal appropriation  
2 shall be expended to support a special education ombudsman program  
3 within the office of superintendent of public instruction.

4 **Sec. 506.** 2013 2nd sp.s. c 4 s 508 (uncodified) is amended to read  
5 as follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**  
7 **DISTRICTS**

8	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$8,143,000</del> ))
9		<u>\$8,121,000</u>
10	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$8,151,000</del> ))
11		<u>\$8,124,000</u>
12	TOTAL APPROPRIATION . . . . .	(( <del>\$16,294,000</del> ))
13		<u>\$16,245,000</u>

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

16 (1) The educational service districts shall continue to furnish  
17 financial services required by the superintendent of public instruction  
18 and RCW 28A.310.190 (3) and (4).

19 (2) Funding within this section is provided for regional  
20 professional development related to mathematics and science curriculum  
21 and instructional strategies aligned with common core state standards  
22 and next generation science standards. Funding shall be distributed  
23 among the educational service districts in the same proportion as  
24 distributions in the 2007-2009 biennium. Each educational service  
25 district shall use this funding solely for salary and benefits for a  
26 certificated instructional staff with expertise in the appropriate  
27 subject matter and in professional development delivery, and for  
28 travel, materials, and other expenditures related to providing regional  
29 professional development support.

30 (3) The educational service districts, at the request of the state  
31 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may  
32 receive and screen applications for school accreditation, conduct  
33 school accreditation site visits pursuant to state board of education  
34 rules, and submit to the state board of education post-site visit  
35 recommendations for school accreditation. The educational service  
36 districts may assess a cooperative service fee to recover actual plus  
37 reasonable indirect costs for the purposes of this subsection.

**Sec. 507.** 2013 2nd sp.s. c 4 s 509 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$311,174,000</del> ))
	<u>\$311,882,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$335,533,000</del> ))
	<u>\$340,444,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$646,707,000</del> ))
	<u>\$652,326,000</u>

The appropriations in this section are subject to the following conditions and limitations: For purposes of RCW 84.52.0531, the increase per full-time equivalent student is 4.914 percent from the 2012-13 school year to the 2013-14 school year and 4.914 percent from the 2013-14 school year to the 2014-15 school year.

**Sec. 508.** 2013 2nd sp.s. c 4 s 510 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$15,291,000</del> ))
	<u>\$13,968,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$15,493,000</del> ))
	<u>\$13,964,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$30,784,000</del> ))
	<u>\$27,932,000</u>

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

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

(2) State funding provided under this section is based on salaries and other expenditures for a 220-day school year. The superintendent of public instruction shall monitor school district expenditure plans for institutional education programs to ensure that districts plan for a full-time summer program.

(3) State funding for each institutional education program shall be



1 based on the institution's annual average full-time equivalent student  
2 enrollment. Staffing ratios for each category of institution shall  
3 remain the same as those funded in the 1995-97 biennium.

4 (4) The funded staffing ratios for education programs for juveniles  
5 age 18 or less in department of corrections facilities shall be the  
6 same as those provided in the 1997-99 biennium.

7 (5) ((~~\$1,070,000~~)) \$569,000 of the general fund--state  
8 appropriation for fiscal year 2014 and ((~~\$1,070,000~~)) \$569,000 of the  
9 general fund--state appropriation for fiscal year 2015 are provided  
10 solely to maintain at least one certificated instructional staff and  
11 related support services at an institution whenever the K-12 enrollment  
12 is not sufficient to support one full-time equivalent certificated  
13 instructional staff to furnish the educational program. The following  
14 types of institutions are included: Residential programs under the  
15 department of social and health services for developmentally disabled  
16 juveniles, programs for juveniles under the department of corrections,  
17 programs for juveniles under the juvenile rehabilitation  
18 administration, and programs for juveniles operated by city and county  
19 jails.

20 (6) Ten percent of the funds allocated for each institution may be  
21 carried over from one year to the next.

22 **Sec. 509.** 2013 2nd sp.s. c 4 s 511 (uncodified) is amended to read  
23 as follows:

24 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

25	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$9,555,000</del> ))
26		<u>\$9,539,000</u>
27	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$9,677,000</del> ))
28		<u>\$9,685,000</u>
29	TOTAL APPROPRIATION . . . . .	(( <del>\$19,232,000</del> ))
30		<u>\$19,224,000</u>

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

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

36 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent  
37 shall allocate funding to school district programs for highly capable

students as provided in RCW 28A.150.260(10)(c). In calculating the allocations, the superintendent shall assume the following: (i) Additional instruction of 2.1590 hours per week per funded highly capable program student; (ii) fifteen highly capable program students per teacher; (iii) 36 instructional weeks per year; (iv) 900 instructional hours per teacher; and (v) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(b) From July 1, 2013, to August 31, 2013, the superintendent shall allocate funding to school districts programs for highly capable students as provided in section 511, chapter 50, Laws of 2011 1st sp. sess., as amended.

(3) \$85,000 of the general fund--state appropriation for fiscal year 2014 and \$85,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the centrum program at Fort Worden state park.

**Sec. 510.** 2013 2nd sp.s. c 4 s 512 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO CHILD LEFT BEHIND ACT**

General Fund--Federal Appropriation . . . . .	(( <del>\$4,052,000</del> ))
	<u>\$4,302,000</u>

**Sec. 511.** 2013 2nd sp.s. c 4 s 513 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$121,840,000</del> ))
	<u>\$114,798,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$104,524,000</del> ))
	<u>\$99,558,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$206,234,000</del> ))
	<u>\$217,834,000</u>
General Fund--Private/Local Appropriation . . . . .	\$4,002,000
Education Legacy Trust Account--State	
Appropriation . . . . .	\$1,599,000
TOTAL APPROPRIATION . . . . .	(( <del>\$438,199,000</del> ))

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

(1)(a) (~~(\$44,575,000)~~) \$38,031,000 of the general fund--state appropriation for fiscal year 2014, (~~(\$27,134,000)~~) \$22,806,000 of the general fund--state appropriation for fiscal year 2015, \$1,350,000 of the education legacy trust account--state appropriation, and \$15,868,000 of the general fund--federal appropriation are provided solely for development and implementation of the Washington state assessment system, including: (i) Development and implementation of retake assessments for high school students who are not successful in one or more content areas and (ii) development and implementation of alternative assessments or appeals procedures to implement the certificate of academic achievement. The superintendent of public instruction shall report quarterly on the progress on development and implementation of alternative assessments or appeals procedures. Within these amounts, the superintendent of public instruction shall contract for the early return of 10th grade student assessment results, on or around June 10th of each year. State funding to districts shall be limited to one collection of evidence payment per student, per content-area assessment.

(b) The superintendent of public instruction shall modify the statewide student assessment system and implement assessments developed with a multistate consortium beginning in the 2014-15 school year to assess student proficiency on the standards adopted under RCW 28A.655.071 and including the provisions of House Bill No. 1450.

(c) Within the amounts provided in this section, the superintendent of public instruction shall develop and administer the biology collection of evidence.

(d) Within the amounts provided in this section, the superintendent of public instruction shall create an alternative assessment for students with the most significant cognitive challenges that is aligned to the common core state standards.

(2) \$356,000 of the general fund--state appropriation for fiscal year 2014 and \$356,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the Washington state leadership and assistance for science education reform (LASER) regional

1 partnership activities coordinated at the Pacific science center,  
2 including instructional material purchases, teacher and principal  
3 professional development, and school and community engagement events.

4 (3) \$5,851,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$3,935,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for implementation of a new  
7 performance-based evaluation for certificated educators and other  
8 activities as provided in chapter 235, Laws of 2010 (education reform)  
9 and chapter 35, Laws of 2012 (certificated employee evaluations).

10 (4)(a) (~~(\$45,263,000)~~) \$44,879,000 of the general fund--state  
11 appropriation for fiscal year 2014 and (~~(\$49,673,000)~~) \$48,746,000 of  
12 the general fund--state appropriation for fiscal year 2015 are provided  
13 solely for the following bonuses for teachers who hold valid, unexpired  
14 certification from the national board for professional teaching  
15 standards and who are teaching in a Washington public school, subject  
16 to the following conditions and limitations:

17 (i) For national board certified teachers, a bonus of \$5,090 per  
18 teacher in the 2013-14 and 2014-15 school years;

19 (ii) An additional \$5,000 annual bonus shall be paid to national  
20 board certified teachers who teach in either: (A) High schools where  
21 at least 50 percent of student headcount enrollment is eligible for  
22 federal free or reduced price lunch, (B) middle schools where at least  
23 60 percent of student headcount enrollment is eligible for federal free  
24 or reduced price lunch, or (C) elementary schools where at least 70  
25 percent of student headcount enrollment is eligible for federal free or  
26 reduced price lunch;

27 (iii) The superintendent of public instruction shall adopt rules to  
28 ensure that national board certified teachers meet the qualifications  
29 for bonuses under (a)(ii) of this subsection for less than one full  
30 school year receive bonuses in a pro-rated manner. All bonuses in  
31 (a)(i) and (ii) of this subsection will be paid in July of each school  
32 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced  
33 by a factor of 40 percent for first year NBPTS certified teachers, to  
34 reflect the portion of the instructional school year they are  
35 certified; and

36 (iv) During the 2013-14 and 2014-15 school years, and within  
37 available funds, certificated instructional staff who have met the  
38 eligibility requirements and have applied for certification from the

1 national board for professional teaching standards may receive a  
2 conditional loan of two thousand dollars or the amount set by the  
3 office of the superintendent of public instruction to contribute toward  
4 the current assessment fee, not including the initial up-front  
5 candidacy payment. The fee shall be an advance on the first annual  
6 bonus under RCW 28A.405.415. The conditional loan is provided in  
7 addition to compensation received under a district's salary schedule  
8 and shall not be included in calculations of a district's average  
9 salary and associated salary limitation under RCW 28A.400.200.  
10 Recipients who fail to receive certification after three years are  
11 required to repay the conditional loan. The office of the  
12 superintendent of public instruction shall adopt rules to define the  
13 terms for initial grant of the assessment fee and repayment, including  
14 applicable fees. To the extent necessary, the superintendent may use  
15 revenues from the repayment of conditional loan scholarships to ensure  
16 payment of all national board bonus payments required by this section  
17 in each school year.

18 (5) \$477,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$477,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely for the leadership internship  
21 program for superintendents, principals, and program administrators.

22 (6) \$950,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$950,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for the Washington reading corps.  
25 The superintendent shall allocate reading corps members to low-  
26 performing schools and school districts that are implementing  
27 comprehensive, proven, research-based reading programs. Two or more  
28 schools may combine their Washington reading corps programs.

29 (7) \$810,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$810,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for the development of a  
32 leadership academy for school principals and administrators. The  
33 superintendent of public instruction shall contract with an independent  
34 organization to operate a state-of-the-art education leadership academy  
35 that will be accessible throughout the state. Semiannually the  
36 independent organization shall report on amounts committed by  
37 foundations and others to support the development and implementation of  
38 this program. Leadership academy partners shall include the state

1 level organizations for school administrators and principals, the  
2 superintendent of public instruction, the professional educator  
3 standards board, and others as the independent organization shall  
4 identify.

5 (8) \$2,000,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$2,000,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely for a statewide information  
8 technology (IT) academy program. This public-private partnership will  
9 provide educational software, as well as IT certification and software  
10 training opportunities for students and staff in public schools.

11 (9) \$1,277,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$1,277,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for secondary career and technical  
14 education grants pursuant to chapter 170, Laws of 2008. If equally  
15 matched by private donations, \$300,000 of the 2014 appropriation and  
16 \$300,000 of the 2015 appropriation shall be used to support FIRST  
17 robotics programs. Of the amounts in this subsection, \$100,000 of the  
18 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015  
19 appropriation are provided solely for the purpose of statewide  
20 supervision activities for career and technical education student  
21 leadership organizations.

22 (10) \$125,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$125,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for (a) staff at the office of the  
25 superintendent of public instruction to coordinate and promote efforts  
26 to develop integrated math, science, technology, and engineering  
27 programs in schools and districts across the state; and (b) grants of  
28 \$2,500 to provide twenty middle and high school teachers each year with  
29 professional development training for implementing integrated math,  
30 science, technology, and engineering programs in their schools.

31 (11) \$135,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$135,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely for science, technology,  
34 engineering and mathematics lighthouse projects, consistent with  
35 chapter 238, Laws of 2010.

36 (12) \$1,000,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$1,000,000 of the general fund--state appropriation for  
38 fiscal year 2015 are provided solely for a beginning educator support

1 program. School districts and/or regional consortia may apply for  
2 grant funding. The superintendent shall implement this program in 5 to  
3 15 school districts and/or regional consortia. The program provided by  
4 a district and/or regional consortia shall include: A paid  
5 orientation; assignment of a qualified mentor; development of a  
6 professional growth plan for each beginning teacher aligned with  
7 professional certification; release time for mentors and new teachers  
8 to work together; and teacher observation time with accomplished peers.  
9 \$250,000 may be used to provide statewide professional development  
10 opportunities for mentors and beginning educators.

11 (13) \$250,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$250,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for advanced project lead the way  
14 courses at ten high schools. To be eligible for funding in 2014, a  
15 high school must have offered a foundational project lead the way  
16 course during the 2012-13 school year. The 2014 funding must be used  
17 for one-time start-up course costs for an advanced project lead the way  
18 course, to be offered to students beginning in the 2013-14 school year.  
19 To be eligible for funding in 2015, a high school must have offered a  
20 foundational project lead the way course during the 2013-14 school  
21 year. The 2015 funding must be used for one-time start-up course costs  
22 for an advanced project lead the way course, to be offered to students  
23 beginning in the 2014-15 school year. The office of the superintendent  
24 of public instruction and the education research and data center at the  
25 office of financial management shall track student participation and  
26 long-term outcome data.

27 (14) \$300,000 of the general fund--state appropriation for fiscal  
28 year 2014 and \$300,000 of the general fund--state appropriation for  
29 fiscal year 2015 are provided solely for annual start-up grants for  
30 aerospace and manufacturing technical programs housed at four skill  
31 centers. The grants are provided for start-up equipment and curriculum  
32 purchases. To be eligible for funding, the skill center must agree to  
33 provide regional high schools with access to a technology laboratory,  
34 expand manufacturing certificate and course offerings at the skill  
35 center, and provide a laboratory space for local high school teachers  
36 to engage in professional development in the instruction of courses  
37 leading to student employment certification in the aerospace and  
38 manufacturing industries. Once a skill center receives a start-up

1 grant, it is ineligible for additional start-up funding in the  
2 following school year. The office of the superintendent of public  
3 instruction shall administer the grants in consultation with the center  
4 for excellence for aerospace and advanced materials manufacturing.

5 (15) \$150,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$150,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely for annual start-up grants to six  
8 high schools to implement the aerospace assembler program.  
9 Participating high schools must agree to offer the aerospace assembler  
10 training program to students by spring semester of school year 2013-14.  
11 Once a high school receives a start-up grant, it is ineligible for  
12 additional start-up funding in the following school year. The office  
13 of the superintendent of public instruction and the education research  
14 and data center at the office of financial management shall track  
15 student participation and long-term outcome data.

16 (16) \$10,000,000 of the general fund--state appropriation for  
17 fiscal year 2014 and \$5,000,000 of the general fund--state  
18 appropriation for fiscal year 2015 are provided solely for the  
19 provision of training for teachers in the performance-based teacher  
20 principal evaluation program. Of the amounts appropriated in this  
21 subsection, \$5,000,000 for fiscal year 2014 is a one-time  
22 appropriation.

23 (17) \$3,600,000 of the general fund--state appropriation for fiscal  
24 year 2014 and \$6,681,000 of the general fund--state appropriation for  
25 fiscal year 2015 are provided solely for the implementation of  
26 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing  
27 schools). If the bill is not enacted by June 30, 2013, the amounts  
28 provided in this subsection shall lapse.

29 (18) \$100,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$100,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely to promote the financial literacy  
32 of students. The effort will be coordinated through the financial  
33 literacy public-private partnership.

34 (19) \$109,000 of the general fund--state appropriation for fiscal  
35 year 2014 and \$99,000 of the general fund--state appropriation for  
36 fiscal year 2015 are provided solely for the office of the  
37 superintendent of public instruction to implement a youth dropout  
38 prevention program that incorporates partnerships between community-



1 based organizations, schools, food banks and farms or gardens. The  
2 office of the superintendent of public instruction shall select one  
3 school district that must partner with an organization that is  
4 operating an existing similar program and that also has the ability to  
5 serve at least 40 students. Of the amount appropriated in this  
6 subsection, up to \$10,000 may be used by the office of the  
7 superintendent of public instruction for administration of the program.

8 (20) (~~(\$2,399,000)~~) \$2,285,000 of the general fund--state  
9 appropriation for fiscal year 2014 and (~~(\$2,035,000)~~) \$1,912,000 of the  
10 general fund--state appropriation for fiscal year 2015 are provided  
11 solely to implement Engrossed Substitute Senate Bill No. 5946  
12 (strengthening student educational outcomes). If the bill is not  
13 enacted by June 30, 2013, the amounts provided in this subsection shall  
14 lapse.

15 (21) \$1,110,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$1,061,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for chapter 184, Laws of 2013  
18 (Second Substitute House Bill No. 1642) (academic acceleration). Of  
19 the amount appropriated in this section, forty-nine thousand is  
20 provided as one-time funding.

21 (22) \$198,000 of the general fund--state appropriation for fiscal  
22 year 2015 is provided solely for the purposes of Substitute Senate Bill  
23 No. 6062 (requiring internet access to public school data and  
24 expenditure information). If the bill is not enacted by June 30, 2014,  
25 the amount provided in this subsection shall lapse.

26 (23) \$66,000 of the general fund--state appropriation for fiscal  
27 year 2015 is provided solely for the purposes of Substitute Senate Bill  
28 No. 6104 (establishing the interactive gaming in schools public-private  
29 partnership). If the bill is not enacted by June 30, 2014, the amount  
30 provided in this subsection shall lapse.

31 (24) \$44,000 of the general fund--state appropriation for fiscal  
32 year 2015 is provided solely for the purposes of Substitute Senate Bill  
33 No. 6074 (enacting provisions to improve educational outcomes for  
34 homeless students). If the bill is not enacted by June 30, 2014, the  
35 amount provided in this subsection shall lapse.

36 (25) \$83,000 of the general fund--state appropriation for fiscal  
37 year 2015 is provided solely for the purposes of Second Substitute

Senate Bill No. 6163 (expanded learning opportunities). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

(26) \$21,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for the purposes of Senate Bill No. 6424 (state seal of biliteracy for high school students). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

**Sec. 512.** 2013 2nd sp.s. c 4 s 514 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$95,500,000</del> ))
	<u>\$97,796,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$106,120,000</del> ))
	<u>\$110,084,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$71,016,000</del> ))
	<u>\$72,116,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$272,636,000</del> ))
	<u>\$279,996,000</u>

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

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

(2)(a) For the 2013-14 and 2014-15 school years, the superintendent shall allocate funding to school districts for transitional bilingual programs under RCW 28A.180.010 through 28A.180.080, including programs for exited students, as provided in RCW 28A.150.260(10)(b) and the provisions of this section. In calculating the allocations, the superintendent shall assume the following averages: (i) Additional instruction of 4.7780 hours per week per transitional bilingual program student in grades kindergarten through twelve in school years 2013-14 and 2014-15; (ii) additional instruction of 3.0000 hours per week in school year 2013-14 for the head count number of students who have exited the transitional bilingual instruction program within the previous school year based on their performance on the English

proficiency assessment; (iii) additional instruction of 3.0000 hours per week in school year 2014-15 for the head count number of students who have exited the transitional bilingual instruction program within the previous two years based on their performance on the English proficiency assessment; (iv) fifteen transitional bilingual program students per teacher; (v) 36 instructional weeks per year; (vi) 900 instructional hours per teacher; and (vii) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(b) From July 1, 2013, to August 31, 2013, the superintendent shall allocate funding to school districts for transitional bilingual instruction programs as provided in section 514, chapter 50, Laws of 2011 1st sp. sess., as amended.

(3) The superintendent may withhold allocations to school districts in subsection (2) of this section solely for the central provision of assessments as provided in RCW 28A.180.090 (1) and (2) up to the following amounts: (~~(1.76)~~) 1.69 percent for school year 2013-14 and (~~(1.59)~~) 1.52 percent for school year 2014-15.

(4) The general fund--federal appropriation in this section is for migrant education under Title I Part C and English language acquisition, and language enhancement grants under Title III of the elementary and secondary education act.

(5) \$35,000 of the general fund--state appropriation for fiscal year 2014 and \$35,000 of the general fund--state appropriation for fiscal year 2015 are provided solely to track current and former transitional bilingual program students.

**Sec. 513.** 2013 2nd sp.s. c 4 s 515 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

General Fund--State Appropriation (FY 2014) . . . . .	( <del>(\$196,356,000)</del> )
	<u>\$194,728,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	( <del>(\$218,335,000)</del> )
	<u>\$214,877,000</u>
General Fund--Federal Appropriation . . . . .	( <del>(\$448,434,000)</del> )
	<u>\$450,534,000</u>
TOTAL APPROPRIATION . . . . .	( <del>(\$863,125,000)</del> )

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

(1) The general fund--state appropriations in this section are subject to the following conditions and limitations:

(a) The appropriations include such funds as are necessary to complete the school year ending in the fiscal year and for prior fiscal year adjustments.

(b)(i) For the 2013-14 and 2014-15 school years, the superintendent shall allocate funding to school districts for learning assistance programs as provided in RCW 28A.150.260(10)(a), except that the allocation for the additional instructional hours shall be enhanced as provided in this section, which enhancements are within the program of the basic education. In calculating the allocations, the superintendent shall assume the following averages: (A) Additional instruction of 2.3975 hours per week per funded learning assistance program student for the 2013-14 school year and the 2014-15 school year; (B) fifteen learning assistance program students per teacher; (C) 36 instructional weeks per year; (D) 900 instructional hours per teacher; and (E) the district's average staff mix and compensation rates as provided in sections 503 and 504 of this act.

(ii) From July 1, 2013, to August 31, 2013, the superintendent shall allocate funding to school districts for learning assistance programs as provided in section 515, chapter 50, Laws of 2011 1st sp. sess., as amended.

(c) A school district's funded students for the learning assistance program shall be the sum of the district's full-time equivalent enrollment in grades K-12 for the prior school year multiplied by the district's percentage of October headcount enrollment in grades K-12 eligible for free or reduced price lunch in the prior school year. Starting with the allocation for the 2014-15 school year, the prior school year's October headcount enrollment for free and reduced price lunch shall be as reported in the comprehensive education data and research system.

(2) Allocations made pursuant to subsection (1) of this section shall be adjusted to reflect ineligible applications identified through the annual income verification process required by the national school

1 lunch program, as recommended in the report of the state auditor on the  
2 learning assistance program dated February, 2010.

3 (3) The general fund--federal appropriation in this section is  
4 provided for Title I Part A allocations of the no child left behind act  
5 of 2001.

6 (4) A school district may carry over from one year to the next up  
7 to 10 percent of the general fund--state funds allocated under this  
8 program; however, carryover funds shall be expended for the learning  
9 assistance program.

10 **Sec. 514.** 2013 2nd sp.s. c 4 s 516 (uncodified) is amended to read  
11 as follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

13 (1) Amounts distributed to districts by the superintendent through  
14 part V of this act are for allocations purposes only, unless specified  
15 by part V of this act, and do not entitle a particular district,  
16 district employee, or student to a specific service, beyond what has  
17 been expressly provided in statute. Part V of this act restates the  
18 requirements of various sections of Title 28A RCW. If any conflict  
19 exists, the provisions of Title 28A RCW control unless this act  
20 explicitly states that it is providing an enhancement. Any amounts  
21 provided in part V of this act in excess of the amounts required by  
22 Title 28A RCW provided in statute, are not within the program of basic  
23 education unless clearly stated by this act.

24 (2) To the maximum extent practicable, when adopting new or revised  
25 rules or policies relating to the administration of allocations in part  
26 V of this act that result in fiscal impact, the office of the  
27 superintendent of public instruction shall attempt to seek legislative  
28 approval through the budget request process.

29 (3) Appropriations made in this act to the office of the  
30 superintendent of public instruction shall initially be allotted as  
31 required by this act. Subsequent allotment modifications shall not  
32 include transfers of moneys between sections of this act, except as  
33 expressly provided in subsection (4) of this section.

34 (4) The appropriations to the office of the superintendent of  
35 public instruction in this act shall be expended for the programs and  
36 amounts specified in this act. However, after May 1, 2014, unless  
37 specifically prohibited by this act and after approval by the director

1 of financial management, the superintendent of public instruction may  
2 transfer state general fund appropriations for fiscal year 2014 among  
3 the following programs to meet the apportionment schedule for a  
4 specified formula in another of these programs: General apportionment;  
5 employee compensation adjustments; pupil transportation; special  
6 education programs; institutional education programs; transitional  
7 bilingual programs; highly capable; and learning assistance programs.

8 (5) The director of financial management shall notify the  
9 appropriate legislative fiscal committees in writing prior to approving  
10 any allotment modifications or transfers under this section.

11 (6) As required by RCW 28A.710.110, the office of the  
12 superintendent of public instruction shall transfer the charter school  
13 authorizer oversight fee for the charter school commission to the  
14 charter school oversight fund.

15 NEW SECTION. Sec. 515. A new section is added to 2013 2nd sp.s.  
16 c 4 (uncodified) to read as follows:

17 **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

18	General Fund--State Appropriation (FY 2014) . . . . .	\$466,000
19	General Fund--State Appropriation (FY 2015) . . . . .	\$555,000
20	Charter School Oversight Account--State	
21	Appropriation . . . . .	\$17,000
22	TOTAL APPROPRIATION . . . . .	\$1,038,000

23 The appropriations in this section are subject to the following  
24 conditions and limitations: \$50,000 of the general fund--state  
25 appropriation for fiscal year 2014 and \$33,000 of the general fund--  
26 state appropriation for fiscal year 2015 are provided solely for the  
27 office of the attorney general costs related to *League of Women Voters*  
28 *v. State of Washington*.

(End of part)

**PART VI**  
**HIGHER EDUCATION**

**Sec. 601.** 2013 2nd sp.s. c 4 s 602 (uncodified) is amended to read as follows:

(1) Within the amounts appropriated in this act and chapter 1, Laws of 2013 3rd sp. sess. (aerospace industry appropriations), each institution of higher education is expected to enroll and educate at least the following numbers of full-time equivalent state-supported students per academic year:

	2013-14	2014-15
	Annual Average	Annual Average
University of Washington	37,162	((37,162)) <u>39,081</u>
Washington State University	22,228	((22,228)) <u>23,642</u>
Central Washington University	9,105	((9,105)) <u>8,808</u>
Eastern Washington University	8,734	((8,734)) <u>9,523</u>
The Evergreen State College	((4,335)) <u>4,213</u>	((4,335)) <u>4,213</u>
Western Washington University	((12,710)) <u>11,762</u>	((12,710)) <u>11,762</u>
State Board for Community & Technical Colleges		
Adult Students	139,237	((139,237)) <u>142,854</u>
Running Start Students	11,558	11,558

(2) In achieving or exceeding these enrollment targets, each institution shall seek to:

(a) Maintain and to the extent possible increase enrollment opportunities at branch campuses;

(b) Maintain and to the extent possible increase enrollment opportunities at university centers and other partnership programs that enable students to earn baccalaureate degrees on community college campuses; and

(c) Eliminate and consolidate programs of study for which there is limited student or employer demand, or that are not areas of core academic strength for the institution, particularly when such programs duplicate offerings by other in-state institutions.

1 (3) For purposes of monitoring and reporting statewide enrollment,  
2 the University of Washington and Washington State University shall  
3 notify the office of financial management of the number of full-time  
4 student equivalent enrollments budgeted for each of their campuses.

5 **Sec. 602.** 2013 2nd sp.s. c 4 s 603 (uncodified) is amended to read  
6 as follows:

7 **PUBLIC BACCALAUREATE INSTITUTIONS**

8 (1) In order to operate within the state funds appropriated in this  
9 act, the governing boards of the state research universities, the state  
10 regional universities, and The Evergreen State College are authorized  
11 to adopt and adjust tuition and fees for the 2013-14 and 2014-15  
12 academic years as provided in this section.

13 (2) For the purposes of chapter 28B.15 RCW, the omnibus  
14 appropriations act assumes no increase of tuition levels for resident  
15 undergraduate students over the amounts charged to resident  
16 undergraduate students for the prior year.

17 (3) Appropriations in sections 606 through 611 of this act are  
18 sufficient to maintain resident undergraduate tuition levels at the  
19 levels charged to resident undergraduate students during the 2012-13  
20 academic year. As a result, for the 2013-14 and 2014-15 academic  
21 years, the institutions of higher education shall not adopt resident  
22 undergraduate tuition levels that are greater than the tuition levels  
23 assumed in subsection (2) of this section. ~~((For the 2014-15 academic~~  
24 ~~year, the institutions of higher education are authorized to adopt~~  
25 ~~tuition levels for resident undergraduate students that are less than,~~  
26 ~~equal to, or greater than tuition levels assumed in the omnibus~~  
27 ~~appropriations act in subsection (2) of this section. However, to the~~  
28 ~~extent that tuition levels exceed the tuition levels assumed in~~  
29 ~~subsection (2) of this section, the institution of higher education~~  
30 ~~shall be subject to the conditions and limitations provided in RCW~~  
31 ~~28B.15.102.))~~

32 (4) Each governing board is authorized to increase tuition charges  
33 to graduate and professional students, and to nonresident undergraduate  
34 students, by amounts judged reasonable and necessary by the governing  
35 board.

36 (5) Each governing board is authorized to increase summer quarter



1 or semester tuition fees for resident and nonresident undergraduate,  
2 graduate, and professional students pursuant to RCW 28B.15.067.

3 (6) Each governing board is authorized to adopt or increase charges  
4 for fee-based, self-sustaining degree programs, credit courses,  
5 noncredit workshops and courses, and special contract courses by  
6 amounts judged reasonable and necessary by the governing board.

7 (7) Each governing board is authorized to adopt or increase  
8 services and activities fees for all categories of students as provided  
9 in RCW 28B.15.069.

10 (8) Each governing board is authorized to adopt or increase  
11 technology fees as provided in RCW 28B.15.069.

12 (9) Each governing board is authorized to adopt or increase special  
13 course and lab fees, and health and counseling fees, to the extent  
14 necessary to cover the reasonable and necessary exceptional cost of the  
15 course or service.

16 (10) Each governing board is authorized to adopt or increase  
17 administrative fees such as, but not limited to, those charged for  
18 application, matriculation, special testing, and transcripts by amounts  
19 judged reasonable and necessary by the governing board.

20 (11) The state universities, the regional universities, and The  
21 Evergreen State College must accept the transfer of college-level  
22 courses taken by running start students if a student seeking a transfer  
23 of the college-level courses has been admitted to the state university,  
24 the regional university, or The Evergreen State College, and if the  
25 college-level courses are recognized as transferrable by the admitting  
26 institution of higher education.

27 (12) Appropriations in sections 606 through 611 of this act are  
28 sufficient to implement 2013-2015 collective bargaining agreements at  
29 institutions of higher education negotiated under chapter 41.80 RCW.  
30 The institutions may also use these funds for any other purpose  
31 including restoring prior compensation reductions, increasing  
32 compensation, and implementing other collective bargaining agreements.

33 **Sec. 603.** 2013 2nd sp.s. c 4 s 604 (uncodified) is amended to read  
34 as follows:

35 **STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

36 (1) In order to operate within the state funds appropriated in this

1 act, the state board is authorized to adopt and adjust tuition and fees  
2 for the 2013-14 and 2014-15 academic years as provided in this section.

3 (2) For the purposes of chapter 28B.15 RCW, appropriations in the  
4 omnibus appropriations act assumes no increase in tuition levels for  
5 resident undergraduate students over the amounts charged to resident  
6 undergraduate students for the prior year. ~~((For the 2014-15 academic~~  
7 ~~year, the state board is authorized to adopt tuition levels for~~  
8 ~~resident undergraduate students that are less than, equal to, or~~  
9 ~~greater than tuition levels assumed in the omnibus appropriations act~~  
10 ~~in this subsection. However, to the extent that tuition levels exceed~~  
11 ~~the tuition levels assumed in this subsection, the state board shall~~  
12 ~~retain an additional one percent of operating fees above what is~~  
13 ~~already retained pursuant to RCW 28B.15.031 for the purposes of RCW~~  
14 ~~28B.15.820. For the 2013-2015 fiscal biennium, when expending this~~  
15 ~~additional retained amount, the community and technical colleges are~~  
16 ~~subject to the conditions and limitations in RCW 28B.15.102.))~~  
17 Appropriations in section 604 of this act are sufficient to maintain  
18 resident undergraduate tuition levels at the levels charged to resident  
19 undergraduate students during the 2012-13 academic year.

20 (3) For the 2013-14 and 2014-15 academic years, the state board may  
21 increase tuition fees charged to resident undergraduates enrolled in  
22 upper division applied baccalaureate programs as specified in  
23 subsection (2) of this section.

24 (4) Appropriations in section 605 include the restoration of the  
25 three percent reduction in compensation costs taken in the 2011-2013  
26 fiscal biennium. This funding is sufficient to implement 2013-2015  
27 collective bargaining agreements at institutions of higher education  
28 negotiated under chapter 41.80 RCW. The colleges may also use the  
29 restored funds for any other purpose including restoring prior  
30 compensation reductions, increasing compensation, and implementing  
31 other collective bargaining agreements.

32 (5) The state board may increase the tuition fees charged to  
33 nonresident students by amounts judged reasonable and necessary by the  
34 board.

35 (6) The trustees of the technical colleges are authorized to either  
36 (a) increase operating fees by no more than the percentage increases  
37 authorized for community colleges by the state board; or (b) fully

1 adopt the tuition fee charge schedule adopted by the state board for  
2 community colleges.

3 (7) For academic years 2013-14 and 2014-15, the trustees of the  
4 technical colleges are authorized to increase building fees by an  
5 amount judged reasonable in order to progress toward parity with the  
6 building fees charged students attending the community colleges.

7 (8) The state board is authorized to increase the maximum allowable  
8 services and activities fees as provided in RCW 28B.15.069. The  
9 trustees of the community and technical colleges are authorized to  
10 increase services and activities fees up to the maximum level  
11 authorized by the state board.

12 (9) The trustees of the community and technical colleges are  
13 authorized to adopt or increase charges for fee-based, self-sustaining  
14 programs such as summer session, international student contracts, and  
15 special contract courses by amounts judged reasonable and necessary by  
16 the trustees.

17 (10) The trustees of the community and technical colleges are  
18 authorized to adopt or increase special course and lab fees to the  
19 extent necessary to cover the reasonable and necessary exceptional cost  
20 of the course or service.

21 (11) The trustees of the community and technical colleges are  
22 authorized to adopt or increase administrative fees such as but not  
23 limited to those charged for application, matriculation, special  
24 testing, and transcripts by amounts judged reasonable and necessary by  
25 the trustees.

26 **Sec. 604.** 2013 2nd sp.s. c 4 s 605 (uncodified) is amended to read  
27 as follows:

28 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

29 General Fund--State Appropriation (FY 2014) . . . . . (~~(\$570,262,000)~~)  
30 \$569,849,000

31 General Fund--State Appropriation (FY 2015) . . . . . (~~(\$568,999,000)~~)  
32 \$566,750,000

33 Community/Technical College Capital Projects

34 Account--State Appropriation . . . . . \$17,548,000

35 Education Legacy Trust Account--State

36 Appropriation . . . . . \$95,373,000

37 TOTAL APPROPRIATION . . . . . (~~(\$1,252,182,000)~~)

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

(1) \$33,261,000 of the general fund--state appropriation for fiscal year 2014 and \$33,261,000 of the general fund--state appropriation for fiscal year 2015 are provided solely as special funds for training and related support services, including financial aid, as specified in RCW 28C.04.390. Funding is provided to support at least 7,170 full-time equivalent students in fiscal year 2014 and at least 7,170 full-time equivalent students in fiscal year 2015.

(2) \$5,450,000 of the education legacy trust account--state appropriation is provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature regarding implementation of this section, listing the scope of grant awards, the distribution of funds by educational sector and region of the state, and the results of the partnerships supported by these funds.

(3) \$100,000 of the general fund--state appropriation for fiscal year 2014 and \$100,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the aerospace center of excellence currently hosted by Everett community college to:

(a) Increase statewide communications and outreach between industry sectors, industry organizations, businesses, K-12 schools, colleges, and universities;

(b) Enhance information technology to increase business and student accessibility and use of the center's web site; and

(c) Act as the information entry point for prospective students and job seekers regarding education, training, and employment in the industry.

(4) \$181,000 of the general fund--state appropriation for fiscal year 2014 and \$181,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the opportunity center for employment and education internet technology integration project at north Seattle community college.

(5) \$255,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$255,000 of the general fund--state appropriation for  
2 fiscal year 2015 are provided solely for implementation of a maritime  
3 industries training program at south Seattle community college.

4 (6) \$5,250,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$5,250,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for the student achievement  
7 initiative.

8 (7) \$500,000 of the general fund--state appropriation for fiscal  
9 year 2014 is provided solely for implementation of Second Substitute  
10 Senate Bill No. 5624 (STEM or career and tech ed). If the bill is not  
11 enacted by June 30, 2013, the amount provided in this subsection shall  
12 lapse.

13 (8) Community and technical colleges are not required to send mass  
14 mailings of course catalogs to residents of their districts. Community  
15 and technical colleges shall consider lower cost alternatives, such as  
16 mailing postcards or brochures that direct individuals to online  
17 information and other ways of acquiring print catalogs.

18 (9) The state board for community and technical colleges shall not  
19 use funds appropriated in this section to support intercollegiate  
20 athletics programs.

21 (10) In accordance with chapter 321, Laws of 2011, the university  
22 center of north Puget Sound is transferred to Washington State  
23 University from the state board for community and technical colleges.  
24 Beginning in fiscal year 2015, this transfer will reduce the state  
25 board for community and technical college's funding level and  
26 enrollment targets by 310 full-time equivalent students. A  
27 corresponding addition is made to the appropriations to Washington  
28 State University.

29 (11) \$13,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$168,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for the purposes of Substitute  
32 Senate Bill No. 6129 (paraeducator development). If the bill is not  
33 enacted by June 30, 2014, the amounts provided in this subsection shall  
34 lapse.

35 **Sec. 605.** 2013 2nd sp.s. c 4 s 606 (uncodified) is amended to read  
36 as follows:

1 **FOR THE UNIVERSITY OF WASHINGTON**

2 General Fund--State Appropriation (FY 2014) . . . . . (~~(\$246,897,000)~~)  
3 \$246,895,000  
4 General Fund--State Appropriation (FY 2015) . . . . . (~~(\$245,200,000)~~)  
5 \$245,599,000  
6 Geoduck Aquaculture Research Account--State  
7 Appropriation . . . . . \$300,000  
8 Education Legacy Trust Account--State Appropriation . . . . \$13,998,000  
9 Economic Development Strategic Reserve Account--  
10 State Appropriation . . . . . \$3,000,000  
11 Biotoxin Account--State Appropriation . . . . . \$390,000  
12 Accident Account--State Appropriation . . . . . \$6,741,000  
13 Medical Aid Account--State Appropriation . . . . . \$6,546,000  
14 Aquatic Land Enhancement Account--State Appropriation . . . . \$700,000  
15 State Toxics Control Account--State Appropriation . . . . . \$1,120,000  
16 TOTAL APPROPRIATION . . . . . (~~(\$524,892,000)~~)  
17 \$525,289,000

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

20 (1) \$300,000 of the geoduck aquaculture research account--state  
21 appropriation is provided solely for the University of Washington sea  
22 grant program to commission scientific research studies that examine  
23 possible negative and positive effects, including the cumulative  
24 effects and the economic contribution, of evolving shellfish  
25 aquaculture techniques and practices on Washington's economy and marine  
26 ecosystems. The research conducted for the studies is not intended to  
27 be a basis for an increase in the number of shellfish harvesting  
28 permits available and should be coordinated with any research efforts  
29 related to ocean acidification. The University of Washington must  
30 submit an annual report detailing any findings and outline the progress  
31 of the study, consistent with RCW 43.01.036, to the appropriate  
32 legislative committees by December 1st of each year.

33 (2) \$52,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$52,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for the center for international  
36 trade in forest products in the college of forest resources.

37 (3) \$4,459,000 of the general fund--state appropriation for fiscal  
38 year 2014 and \$4,459,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the expansion of computer  
2 science and engineering enrollments. The university will work with the  
3 education research and data center to establish program baselines and  
4 demonstrate enrollment increases. By September 1, 2014, and each  
5 September 1st thereafter, the university shall provide a report that  
6 provides the specific detail on how these amounts were spent in the  
7 preceding fiscal year, including but not limited to the cost per  
8 student, student completion rates, and the number of low-income  
9 students enrolled in each program, any process changes or best-  
10 practices implemented by the college, and how many students are  
11 enrolled in computer science and engineering programs above the 2012-  
12 2013 academic year baseline.

13 (4) \$3,000,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$3,000,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for creation of a clean energy  
16 institute. The institute shall integrate physical sciences and  
17 engineering with a research focus on energy storage and solar energy.

18 (5) \$3,000,000 of the economic development strategic reserve  
19 account appropriation is provided solely to support the joint center  
20 for aerospace innovation technology.

21 (6) Within existing resources the University of Washington may:  
22 (a) Form and implement an integrated innovation institute and research,  
23 planning, and outreach initiatives at the Olympic national resources  
24 center; and (b) accredit a four-year undergraduate forestry program  
25 from the society of American foresters. Accreditation may occur in  
26 conjunction with reaccreditation of the master of forest resources  
27 program.

28 (7) \$700,000 of the aquatic lands enhancement account--state  
29 appropriation and \$1,120,000 of the state toxics control account--state  
30 appropriation are provided solely for the center on ocean acidification  
31 and related work necessary to implement the recommendations of the  
32 governor's blue ribbon task force on ocean acidification. The  
33 university shall provide staffing for this purpose.

34 (8) The University of Washington shall not use funds appropriated  
35 in this section to support intercollegiate athletics programs.

36 (9) \$400,000 of the general fund--state appropriation for fiscal  
37 year 2015 is provided solely for the University of Washington-Tacoma to  
38 develop a law school.

1       **Sec. 606.** 2013 2nd sp.s. c 4 s 607 (uncodified) is amended to read  
2 as follows:

3       **FOR WASHINGTON STATE UNIVERSITY**

4	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$156,616,000</del> ))
5		<u>\$156,598,000</u>
6	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$157,701,000</del> ))
7		<u>\$159,671,000</u>
8	Education Legacy Trust Account--State Appropriation . . . .	\$33,995,000
9	TOTAL APPROPRIATION . . . . .	(( <del>\$348,312,000</del> ))
10		<u>\$350,264,000</u>

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

13       (1) Within existing resources, Washington State University shall  
14 establish an accredited forestry program.

15       (2) \$2,856,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$2,857,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for the expansion of computer  
18 science and engineering enrollments. The university will work with the  
19 education research and data center to establish program baselines and  
20 demonstrate enrollment increases. By September 1, 2014, and each  
21 September 1st thereafter, the university shall provide a report that  
22 provides the specific detail on how these amounts were spent in the  
23 preceding fiscal year, including but not limited to the cost per  
24 student, student completion rates, and the number of low-income  
25 students enrolled in each program, any process changes or best-  
26 practices implemented by the college, and how many students are  
27 enrolled in computer science and engineering programs above the 2012-  
28 2013 academic year baseline.

29       (3) \$25,000 of the general fund--state appropriation for fiscal  
30 year 2014 is provided solely for the Ruckelshaus center to collaborate  
31 with local governments, the media, and representatives of the public  
32 regarding public record requests made to local government. The center  
33 shall facilitate meetings and discussions and report to the appropriate  
34 committees of the legislature. The report shall include information  
35 on:

36       (a) Recommendations related to balancing open public records with  
37 concerns of local governments related to interfering with the work of  
38 the local government;



- (b) Resources necessary to accommodate requests;
- (c) Potential harassment of government employees;
- (d) Potential safety concerns of people named in the record;
- (e) Potentially assisting criminal activity; and
- (f) Other issues brought forward by the participants.

The center shall report to the appropriate committees of the legislature by December 15, 2013.

(4) \$300,000 of the general fund--state appropriation for fiscal year 2014 and \$300,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the Washington State University agricultural research center to conduct public outreach and education related to nonlethal methods of mitigating conflicts between livestock and large wild carnivores. Of the amounts provided in this subsection, \$200,000 of the general fund--state appropriation for fiscal year 2014 and \$200,000 of the general fund--state appropriation for fiscal year 2015 are provided solely to the center to conduct a detailed analysis of such methods. The amounts appropriated in this subsection may not be subject to an administrative fee or charge, and must be used for costs directly associated with the research and analysis.

(5) \$2,400,000 of the general fund--state appropriation for fiscal year 2014 and \$3,600,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for expansion of medical education and biomedical research in Spokane.

(6) Washington State University shall not use funds appropriated in this section to support intercollegiate athletic programs.

(7) In accordance with chapter 321, Laws of 2011, the university center of north Puget Sound is transferred to Washington State University from the state board for community and technical colleges. Beginning in fiscal year 2015, this transfer will increase Washington State University's fiscal year funding level by \$1,989,000 and enrollment targets by 310 full-time equivalent students. A corresponding reduction is made to the appropriations to the state board for community and technical colleges. Of the \$1,989,000 and the 310 full-time equivalent enrollments transferred to Washington State University, \$1,635,000 and 284 full-time equivalent students are provided solely as follows:

1       (a) \$357,000 of the general fund--state appropriation for fiscal  
2 year 2015 and 66 full-time equivalent students shall be contracted to  
3 Central Washington University;

4       (b) \$1,134,000 of the general fund--state appropriation for fiscal  
5 year 2015 and 193 full-time equivalent students shall be contracted to  
6 Western Washington University; and

7       (c) \$144,000 of the general fund--state appropriation for fiscal  
8 year 2015 and 25 full-time equivalent students shall be contracted to  
9 University of Washington-Bothell for the bachelor of science nursing  
10 program.

11       **Sec. 607.** 2013 2nd sp.s. c 4 s 608 (uncodified) is amended to read  
12 as follows:

13 **FOR EASTERN WASHINGTON UNIVERSITY**

14	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$31,674,000</del> ))
15		<u>\$31,381,000</u>
16	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$31,619,000</del> ))
17		<u>\$32,326,000</u>
18	Education Legacy Trust Account--State	
19	Appropriation . . . . .	\$15,470,000
20	TOTAL APPROPRIATION . . . . .	(( <del>\$78,763,000</del> ))
21		<u>\$79,177,000</u>

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

24       (1) At least \$200,000 of the general fund--state appropriation for  
25 fiscal year 2014 and at least \$200,000 of the general fund--state  
26 appropriation for fiscal year 2015 shall be expended on the Northwest  
27 autism center.

28       (2) Eastern Washington University shall not use funds appropriated  
29 in this section to support intercollegiate athletics programs.

30       (3) \$1,000,000 of the general fund--state appropriation for fiscal  
31 year 2015 is provided solely for the expansion of engineering  
32 enrollments. The university will work with the education research and  
33 data center to establish program baselines and demonstrate enrollment  
34 increases. By September 1, 2015, and each September 1st thereafter,  
35 the university shall provide a report that provides the specific detail  
36 on how these amounts were spent in the preceding fiscal year, including  
37 but not limited to the cost per student, student completion rates, and

the number of low-income students enrolled in each program, any process changes or best-practices implemented by the college, and how many students are enrolled in computer science and engineering programs above the 2012-2013 academic year baseline.

**Sec. 608.** 2013 2nd sp.s. c 4 s 609 (uncodified) is amended to read as follows:

**FOR CENTRAL WASHINGTON UNIVERSITY**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$29,719,000</del> ))
	<u>\$29,720,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$29,533,000</del> ))
	<u>\$30,532,000</u>
Education Legacy Trust Account--State Appropriation . . . .	\$19,076,000
TOTAL APPROPRIATION . . . . .	(( <del>\$78,328,000</del> ))
	<u>\$79,328,000</u>

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

(1) \$25,000 of the general fund--state appropriation for fiscal year 2014 is provided solely for the college of education to conduct a study identifying the duties encompassed in a state-funded teacher's typical work day. The study must include an estimate of the percent of a teacher's typical day that is spent on teaching related duties and the percentage of the teacher's day that is spent on duties that are not directly related to teaching. The university shall submit a report to the appropriate committees of the legislature by December 1, 2013.

(2) Amounts appropriated in this section are sufficient for the university to develop a plan to create an online degree granting entity that awards degrees based on an alternative credit model. The university shall submit a final plan by December 1, 2013, to the higher education committees of the legislature.

(3) Central Washington University shall not use funds appropriated in this section to support intercollegiate athletics programs.

(4) \$1,000,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for the expansion of computer science and engineering enrollments. The university will work with the education research and data center to establish program baselines and demonstrate enrollment increases. By September 1, 2015, and each September 1st thereafter, the university shall provide a report that provides the

specific detail on how these amounts were spent in the preceding fiscal year, including but not limited to the cost per student, student completion rates, and the number of low-income students enrolled in each program, any process changes or best- practices implemented by the college, and how many students are enrolled in computer science and engineering programs above the 2012-2013 academic year baseline.

**Sec. 609.** 2013 2nd sp.s. c 4 s 610 (uncodified) is amended to read as follows:

**FOR THE EVERGREEN STATE COLLEGE**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$18,563,000</del> ))
	<u>\$18,352,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$17,911,000</del> ))
	<u>\$18,432,000</u>
Education Legacy Trust Account--State Appropriation . . . . .	\$5,450,000
TOTAL APPROPRIATION . . . . .	(( <del>\$41,924,000</del> ))
	<u>\$42,234,000</u>

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

((+3)) (1) \$100,000 of the general fund--state appropriation for fiscal year 2014 and \$50,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the Washington state institute for public policy to conduct a comprehensive retrospective outcome evaluation and return on investment analysis of the early learning childhood program pursuant to Senate Bill No. 5904 (high quality early learning). This evaluation is due December 15, 2014. If the bill is not enacted by June 30, 2013, the amount provided in this subsection shall lapse.

((+4)) (2) \$50,000 of the general fund--state appropriation for fiscal year 2014 and \$50,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the Washington state institute for public policy to develop a risk assessment instrument for patients committed for involuntary treatment in Washington state.

((+5)) (3) \$58,000 of the general fund--state appropriation for fiscal year 2014 and \$27,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the Washington state institute for public policy to prepare an inventory of evidence-based and research-based effective practices, activities, and programs for

1 use by school districts in the learning assistance program pursuant to  
2 Engrossed Second Substitute Senate Bill No. 5946 (student educational  
3 outcomes), including partnerships with community-based organizations  
4 that deliver academic and nonacademic supports to students who are  
5 significantly at-risk of not being successful in school, such as one-  
6 to-one services to overcome barriers of success at school and school-  
7 wide afterschool academic support. The initial inventory is due by  
8 August 1, 2014, and shall be updated every two years thereafter. If  
9 the bill is not enacted by June 30, 2013, the amounts provided in this  
10 subsection shall lapse.

11 ~~((+6+))~~ (4) \$50,000 of the general fund--state appropriation for  
12 fiscal year 2014 are provided solely for the Washington state institute  
13 for public policy to provide expertise to the department of corrections  
14 on the implementation of programming that follows the risk needs  
15 responsivity model. In consultation with the department of  
16 corrections, the institute will systematically review selected programs  
17 for outcome measures.

18 (5) The Washington state institute for public policy shall examine  
19 the drug offender sentencing alternative (DOSA) for offenders sentenced  
20 to residential treatment in the community. The institute shall examine  
21 its effectiveness on recidivism and conduct a benefit-cost analysis.  
22 The institute shall report its findings to the appropriate committee of  
23 the legislature by December 1, 2014.

24 ~~((+7+))~~ (6) Funding provided in this section is sufficient for The  
25 Evergreen State College to continue operations of the Longhouse Center  
26 and the Northwest Indian applied research institute.

27 ~~((+9+))~~ (7) Notwithstanding other provisions in this section, the  
28 board of directors for the Washington state institute for public policy  
29 may adjust due dates for projects included on the institute's 2013-2015  
30 work plan as necessary to efficiently manage workload.

31 ~~((+10+))~~ (8) The Evergreen State College shall not use funds  
32 appropriated in this section to support intercollegiate athletics  
33 programs.

34 (9) \$50,000 of the general fund--state appropriation for fiscal  
35 year 2015 is provided solely for Washington state institute for public  
36 policy to conduct a comprehensive study of tobacco and e-cigarette  
37 prevention programs that will yield the highest public health benefit  
38 and reduce tobacco use. In conducting this study, the institute shall

1 identify: (a) The most effective population-based approaches and what  
2 targeted populations will yield the greatest return on investment; and  
3 (b) other state models, including the "Friday night light" program in  
4 California, that yield the greatest likelihood of reducing state health  
5 care costs. The institute shall work with the department of health to  
6 determine which programs can be brought to scale most efficiently. The  
7 institute shall report its findings to the appropriate committees of  
8 the legislature by December 31, 2014.

9 (10) \$154,000 of the general fund--state appropriation for fiscal  
10 year 2015 is provided solely for the purposes of Substitute Senate Bill  
11 No. 6064 (school days/use by districts). If the bill is not enacted by  
12 June 30, 2014, the amount provided in this subsection shall lapse.

13 (11) \$263,000 of the general fund--state appropriation for fiscal  
14 year 2015 is provided solely for the purposes of Senate Bill No. 6555  
15 (education investment reviews). If the bill is not enacted by June 30,  
16 2014, the amount provided in this subsection shall lapse.

17 **Sec. 610.** 2013 2nd sp.s. c 4 s 611 (uncodified) is amended to read  
18 as follows:

19 **FOR WESTERN WASHINGTON UNIVERSITY**

20	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$44,542,000</del> ))
21		<u>\$44,518,000</u>
22	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$44,377,000</del> ))
23		<u>\$44,351,000</u>
24	Education Legacy Trust Account--State	
25	Appropriation . . . . .	\$13,050,000
26	TOTAL APPROPRIATION . . . . .	(( <del>\$101,969,000</del> ))
27		<u>\$101,919,000</u>

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

30 (1) \$1,497,000 of the general fund--state appropriation for fiscal  
31 year 2014 and \$1,498,000 of the general fund--state appropriation for  
32 fiscal year 2015 are provided solely for the expansion of computer  
33 science and engineering enrollments. The university will work with the  
34 education research and data center to establish program baselines and  
35 demonstrate enrollment increases. By September 1, 2014, and each  
36 September 1st thereafter, the university shall provide a report that  
37 provides the specific detail on how these amounts were spent in the

preceding fiscal year, including but not limited to the cost per student, student completion rates, and the number of low-income students enrolled in each program, any process changes or best-practices implemented by the college, and how many students are enrolled in computer science and engineering programs above the 2012-2013 academic year baseline.

(2) Western Washington University shall not use funds appropriated in this section to support intercollegiate athletics programs.

**Sec. 611.** 2013 2nd sp.s. c 4 s 612 (uncodified) is amended to read as follows:

**FOR THE STUDENT ACHIEVEMENT COUNCIL--POLICY COORDINATION AND ADMINISTRATION**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$5,307,000</del> ))
	<u>\$5,297,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$5,318,000</del> ))
	<u>\$5,432,000</u>
General Fund--Federal Appropriation . . . . .	(( <del>\$4,817,000</del> ))
	<u>\$4,816,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$15,442,000</del> ))
	<u>\$15,545,000</u>

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

(1) The student achievement council is authorized to increase or establish fees for initial degree authorization, degree authorization renewal, degree authorization reapplication, new program applications, and new site applications pursuant to RCW 28B.85.060.

(2) \$120,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for the student achievement council to conduct an assessment of the higher education needs of the city of Covington. In conducting this assessment and making recommendations, the student achievement council shall ensure that consideration is given to online education programs as well as programs that coexist within the community and technical college system.

**Sec. 612.** 2013 2nd sp.s. c 4 s 613 (uncodified) is amended to read as follows:

**FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL ASSISTANCE**

General Fund--State Appropriation (FY 2014)	\$245,122,000
General Fund--State Appropriation (FY 2015)	\$244,674,000
General Fund--Federal Appropriation	(( <del>\$11,648,000</del> ))
	<u>\$11,655,000</u>
General Fund--Private/Local Appropriation	(( <del>\$34,000</del> ))
	<u>\$334,000</u>
Education Legacy Trust Account--State	
Appropriation	(( <del>\$36,036,000</del> ))
	<u>\$73,651,000</u>
Washington Opportunity Pathways Account--State	
Appropriation	\$147,000,000
TOTAL APPROPRIATION	(( <del>\$684,514,000</del> ))
	<u>\$722,436,000</u>

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

(1) \$237,454,000 of the general fund--state appropriation for fiscal year 2014, \$237,455,000 of the general fund--state appropriation, and \$147,000,000 of the Washington opportunity pathways account--state appropriation are provided solely for student financial aid payments under the state need grant and state work study programs including up to four percent administrative allowance for the state work study program.

(2) Changes made to the state need grant program in the 2011-2013 fiscal biennium are continued in the 2013-2015 fiscal biennium including aligning increases in awards given to private institutions with the annual tuition increases for public research institutions or the private institution's average annual tuition increase experience of 3.5 percent per year, whichever is less(~~(, and reducing the awards for students who first enrolled as a new student in for-profit institutions as of the 2011-2012 academic year or thereafter by fifty percent, except that one half of the fifty percent reduction shall be restored on July 1, 2013, for students attending regionally accredited for-profit institutions)~~)).

(3) Changes made to the state work study program in the 2009-2011 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal biennium including maintaining the increased required employer share of



wages; adjusted employer match rates; discontinuation of nonresident student eligibility for the program; and revising distribution methods to institutions by taking into consideration other factors such as off-campus job development, historical utilization trends, and student need.

(4) Within the funds appropriated in this section, eligibility for the state need grant shall include students with family incomes at or below 70 percent of the state median family income (MFI), adjusted for family size, and shall include students enrolled in three to five credit-bearing quarter credits, or the equivalent semester credits. Awards for all students shall be adjusted by the estimated amount by which Pell grant increases exceed projected increases in the noninstructional costs of attendance. Awards for students with incomes between 51 and 70 percent of the state median shall be prorated at the following percentages of the award amount granted to those with incomes below 51 percent of the MFI: 70 percent for students with family incomes between 51 and 55 percent MFI; 65 percent for students with family incomes between 56 and 60 percent MFI; 60 percent for students with family incomes between 61 and 65 percent MFI; and 50 percent for students with family incomes between 66 and 70 percent MFI.

(5)(a) Students who are eligible for the college bound scholarship shall be given priority for the state need grant program if the students have applied by the institution's priority financial aid deadline and have completed their financial aid file in a timely manner. These eligible college bound students whose family incomes are in the 0-65 median family income ranges shall be awarded the maximum state need grant for which they are eligible under state policies and may not be denied maximum state need grant funding due to institutional policies or delayed awarding of college bound scholarship students.

(b) In calculating the college bound award, public institutions of higher education shall be subject to the conditions and limitations in RCW 28B.15.102 and shall not utilize college bound funds to offset tuition costs from rate increases in excess of levels authorized in section 603, chapter 50, Laws of 2011 and those assumed in section 603 of this act.

(6) (~~(\$36,036,000)~~) \$48,297,000 of the education legacy trust account--state appropriation is provided solely for the college bound scholarship program and may support scholarships for summer session.

1 This amount assumes that college bound scholarship recipients will  
2 receive priority for state need grant awards in fiscal year 2014 and  
3 fiscal year 2015. If this policy of prioritization is not fully  
4 achieved, it is the intent of this legislation to provide supplemental  
5 appropriations in the 2014 supplemental operating budget.

6 (7) \$2,236,000 of the general fund--state appropriation for fiscal  
7 year 2014 and \$2,236,000 of the general fund--state appropriation for  
8 fiscal year 2015 are provided solely for the passport to college  
9 program. The maximum scholarship award shall be \$5,000. The board  
10 shall contract with a nonprofit organization to provide support  
11 services to increase student completion in their postsecondary program  
12 and shall, under this contract, provide a minimum of \$500,000 in fiscal  
13 years 2014 and 2015 for this purpose.

14 (8) In developing the skilled and educated workforce report  
15 pursuant to RCW 28B.77.080(3), the council shall use the bureau of  
16 labor statistics analysis of the education and training requirements of  
17 occupations, in addition to any other method the council may choose to  
18 use, to assess the number and type of higher education and training  
19 credentials required to match employer demand for a skilled and  
20 educated workforce.

21 (9) \$25,354,000 of the education legacy trust account--state  
22 appropriation is provided solely to meet state match requirements  
23 associated with the opportunity scholarship program.

24 **Sec. 613.** 2013 2nd sp.s. c 4 s 614 (uncodified) is amended to read  
25 as follows:

26 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

27	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,582,000</del> ))
28		<u>\$1,556,000</u>
29	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,478,000</del> ))
30		<u>\$1,464,000</u>
31	General Fund--Federal Appropriation . . . . .	(( <del>\$54,260,000</del> ))
32		<u>\$54,823,000</u>
33	<u>General Fund--Private/Local Appropriation . . . . .</u>	<u>\$44,000</u>
34	TOTAL APPROPRIATION . . . . .	(( <del>\$57,320,000</del> ))
35		<u>\$57,887,000</u>

36 The appropriations in this section are subject to the following  
37 conditions and limitations: For the 2013-2015 fiscal biennium the

board shall not designate recipients of the Washington award for vocational excellence or recognize them at award ceremonies as provided in RCW 28C.04.535.

**Sec. 614.** 2013 2nd sp.s. c 4 s 615 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF EARLY LEARNING**

General Fund--State Appropriation (FY 2014)	(( <del>\$34,253,000</del> ))
	<u>\$29,738,000</u>
General Fund--State Appropriation (FY 2015)	(( <del>\$48,689,000</del> ))
	<u>\$51,692,000</u>
General Fund--Federal Appropriation	(( <del>\$293,652,000</del> ))
	<u>\$299,640,000</u>
<u>General Fund--Private/Local Appropriation</u>	<u>\$50,000</u>
Opportunity Pathways Account--State Appropriation	\$80,000,000
Home Visiting Services Account--State Appropriation	\$2,868,000
Home Visiting Services Account--Federal	
Appropriation	\$22,756,000
Children's Trust Account--State Appropriation	\$180,000
TOTAL APPROPRIATION	(( <del>\$482,398,000</del> ))
	<u>\$486,924,000</u>

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

(1) \$20,229,000 of the general fund--state appropriation for fiscal year 2014, \$36,474,000 of the general fund--state appropriation for fiscal year 2015, and \$80,000,000 of the opportunity pathways account appropriation are provided solely for the early childhood education assistance program services. Of these amounts, \$10,284,000 is a portion of the biennial amount of state maintenance of effort dollars required to receive federal child care and development fund grant dollars.

(2) \$638,000 of the general fund--state appropriation for fiscal year 2014, and \$638,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for child care resource and referral network services.

(3) \$200,000 of the general fund--state appropriation for fiscal year 2014 and \$200,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely to develop and provide culturally  
2 relevant supports for parents, family, and other caregivers.

3 (4) The department is the lead agency for and recipient of the  
4 federal child care and development fund grant. Amounts within this  
5 grant shall be used to fund child care licensing, quality initiatives,  
6 agency administration, and other costs associated with child care  
7 subsidies. The department shall transfer a portion of this grant to  
8 the department of social and health services to fund the child care  
9 subsidies paid by the department of social and health services on  
10 behalf of the department of early learning.

11 (5) \$1,434,000 of the general fund--state appropriation for fiscal  
12 year 2014, \$1,434,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for expenditure into the home  
14 visiting services account. This funding is intended to meet federal  
15 maintenance of effort requirements and to secure private matching  
16 funds.

17 (6)(a) \$153,717,000 of the general fund--federal appropriation is  
18 provided solely for the working connections child care program under  
19 RCW 43.215.135.

20 (b) In addition to groups that were given prioritized access to the  
21 working connections child care program effective March 1, 2011, the  
22 department shall also give prioritized access into the program to  
23 families in which a parent of a child in care is a minor who is not  
24 living with a parent or guardian and who is a full-time student in a  
25 high school that has a school-sponsored on-site child care center.

26 (7) Within available amounts, the department in consultation with  
27 the office of financial management and the department of social and  
28 health services shall report quarterly enrollments and active caseload  
29 for the working connections child care program to the legislative  
30 fiscal committees and the legislative-executive WorkFirst oversight  
31 task force. The report shall also identify the number of cases  
32 participating in both temporary assistance for needy families and  
33 working connections child care.

34 (8) ((~~\$1,025,000~~)) \$1,213,000 of the general fund--state  
35 appropriation for fiscal year 2014, ((~~\$1,025,000~~)) \$1,761,000 of the  
36 general fund--state appropriation for fiscal year 2015, and \$13,424,000  
37 of the general fund--federal appropriation are provided solely for the

1 seasonal child care program. If federal sequestration cuts are  
2 realized, cuts to the seasonal child care program must be proportional  
3 to other federal reductions made within the department.

4 (9) \$3,572,000 of the general fund--state appropriation for fiscal  
5 year 2014((7)) and \$2,522,000 of the general fund--state appropriation  
6 for fiscal year 2015(~~(, and \$4,304,000 of the general fund--federal~~  
7 ~~appropriation)~~) are provided solely for the medicaid treatment child  
8 care (MTCC) program. The department shall contract for MTCC services  
9 to provide therapeutic child care and other specialized treatment  
10 services to abused, neglected, at-risk, and/or drug-affected children.  
11 Priority for services shall be given to children referred from the  
12 department of social and health services children's administration. In  
13 addition to referrals made by children's administration, the department  
14 shall authorize services for children referred to the MTCC program, as  
15 long as the children meet the eligibility requirements as outlined in  
16 the Washington state plan for the MTCC program.

17 (a) Of the amounts appropriated in this subsection, \$60,000 per  
18 fiscal year may be used by the department for administering the MTCC  
19 program, if needed.

20 (b) Of the amounts provided in this subsection, \$1,050,000 of the  
21 general fund--state appropriation for fiscal year 2014 is provided  
22 solely to continue providing services in the event of losing federal  
23 funding for the MTCC program. To the extent that the moneys provided  
24 in this subsection (9)(b) are not necessary for this purpose, the  
25 amounts provided shall lapse.

26 (10) \$150,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$150,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely for a contract with a nonprofit  
29 entity experienced in the provision of promoting early literacy for  
30 children through pediatric office visits.

31 (11) \$721,000 of the general fund--state appropriation for fiscal  
32 year 2014 is provided solely for the department to complete development  
33 work of the electronic benefits transfer system.

34 (12) (~~(\$793,000)~~) \$221,000 of the general fund--state appropriation  
35 for fiscal year 2014 and (~~(\$796,000)~~) \$1,234,000 of the general fund--  
36 state appropriation for fiscal year 2015 are provided solely for  
37 implementation of an electronic benefits transfer system. To the  
38 maximum extent possible, the department shall work to integrate this

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

6 (13) \$32,000 of the general fund--state appropriation for fiscal  
7 year 2014 is provided solely for implementation of Second Substitute  
8 Senate Bill No. 5595 (child care reform). If the bill is not enacted  
9 by June 30, 2013, the amounts provided in this subsection shall lapse.

10 (14)(a)(i) The department of early learning is required to provide  
11 to the education research and data center, housed at the office of  
12 financial management, data on all state-funded early childhood  
13 programs. These programs include the early support for infants and  
14 toddlers, early childhood education and assistance program (ECEAP), and  
15 the working connections and seasonal subsidized childcare programs  
16 including license exempt facilities or family, friend, and neighbor  
17 care. The data provided by the department to the education research  
18 data center must include information on children who participate in  
19 these programs, including their name and date of birth, and dates the  
20 child received services at a particular facility.

21 (ii) The ECEAP early learning professionals must enter  
22 qualifications into the department's professional development registry  
23 during the 2013-14 school year. By October 2015, the department must  
24 provide ECEAP early learning professional data to the education  
25 research data center.

26 (iii) The department must request federally funded head start  
27 programs to voluntarily provide data to the department and the  
28 education research data center that is equivalent to what is being  
29 provided for state-funded programs.

30 (iv) The education research and data center must provide a report  
31 on early childhood program participation and K-12 outcomes to the house  
32 of representatives appropriations committee and the senate ways and  
33 means committee using available data by November 2013 for the school  
34 year ending in 2012 and again in March 2014 for the school year ending  
35 in 2013.

36 (b) The department, in consultation with the department of social  
37 and health services, must withhold payment for services to early

1 childhood programs that do not report on the name, date of birth, and  
2 the dates a child received services at a particular facility.

3       **Sec. 615.** 2013 2nd sp.s. c 4 s 616 (uncodified) is amended to read  
4 as follows:

5 **FOR THE STATE SCHOOL FOR THE BLIND**

6	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$6,032,000</del> ))
7		<u>\$6,036,000</u>
8	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$5,805,000</del> ))
9		<u>\$5,810,000</u>
10	General Fund--Private/Local Appropriation . . . . .	\$15,000
11	TOTAL APPROPRIATION . . . . .	(( <del>\$11,852,000</del> ))
12		<u>\$11,861,000</u>

13       **Sec. 616.** 2013 2nd sp.s. c 4 s 617 (uncodified) is amended to read  
14 as follows:

15 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**  
16 **LOSS**

17	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$8,615,000</del> ))
18		<u>\$8,746,000</u>
19	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$8,591,000</del> ))
20		<u>\$8,649,000</u>
21	TOTAL APPROPRIATION . . . . .	(( <del>\$17,206,000</del> ))
22		<u>\$17,395,000</u>

23       **Sec. 617.** 2013 2nd sp.s. c 4 s 618 (uncodified) is amended to read  
24 as follows:

25 **FOR THE WASHINGTON STATE ARTS COMMISSION**

26	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,125,000</del> ))
27		<u>\$1,093,000</u>
28	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,101,000</del> ))
29		<u>\$1,120,000</u>
30	General Fund--Federal Appropriation . . . . .	\$2,074,000
31	General Fund--Private/Local Appropriation . . . . .	(( <del>\$12,000</del> ))
32		<u>\$31,000</u>
33	TOTAL APPROPRIATION . . . . .	(( <del>\$4,312,000</del> ))
34		<u>\$4,318,000</u>

1       **Sec. 618.** 2013 2nd sp.s. c 4 s 619 (uncodified) is amended to read  
2 as follows:

3       **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

4	General Fund--State Appropriation (FY 2014) . . . . .	\$2,123,000
5	General Fund--State Appropriation (FY 2015) . . . . .	<del>(\$2,150,000)</del>
6		<u>\$2,148,000</u>
7	TOTAL APPROPRIATION . . . . .	<del>(\$4,273,000)</del>
8		<u>\$4,271,000</u>

9       **Sec. 619.** 2013 2nd sp.s. c 4 s 620 (uncodified) is amended to read  
10 as follows:

11       **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

12	General Fund--State Appropriation (FY 2014) . . . . .	<del>(\$1,600,000)</del>
13		<u>\$1,611,000</u>
14	General Fund--State Appropriation (FY 2015) . . . . .	<del>(\$1,530,000)</del>
15		<u>\$1,699,000</u>
16	TOTAL APPROPRIATION . . . . .	<del>(\$3,130,000)</del>
17		<u>\$3,310,000</u>

(End of part)



PART VII  
SPECIAL APPROPRIATIONS

**Sec. 701.** 2013 2nd sp.s. c 4 s 701 (uncodified) is amended to read as follows:

**FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT**

General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$741,362,000</del> ))
	<u>\$834,140,000</u>
General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,060,322,000</del> ))
	<u>\$970,905,000</u>
State Building Construction Account--State	
Appropriation . . . . .	(( <del>\$4,297,000</del> ))
	<u>\$8,164,000</u>
Columbia River Basin Water Supply Development	
Account--State Appropriation . . . . .	(( <del>\$269,000</del> ))
	<u>\$473,000</u>
State Taxable Building Construction Account--State	
Appropriation . . . . .	(( <del>\$211,000</del> ))
	<u>\$2,621,000</u>
Debt-Limit Reimbursable Bond Retire Account--State	
Appropriation . . . . .	\$2,320,000
<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
<u>Appropriation . . . . .</u>	<u>\$1,000</u>
<u>Columbia River Basin Taxable Bond Water Supply</u>	
<u>Development Account--State Appropriation . . . . .</u>	<u>\$182,000</u>
TOTAL APPROPRIATION . . . . .	(( <del>\$1,808,781,000</del> ))
	<u>\$1,818,806,000</u>

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2014 shall be expended into the debt-limit general fund bond retirement account by June 30, 2014.

1       **Sec. 702.** 2013 2nd sp.s. c 4 s 702 (uncodified) is amended to read  
2 as follows:

3       **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
4       **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**  
5       **BE REIMBURSED BY ENTERPRISE ACTIVITIES**

6	Accident Account--State Appropriation . . . . .	(( <del>\$4,138,000</del> ))
7		<u>\$4,139,000</u>
8	Medical Aid Account--State Appropriation . . . . .	(( <del>\$4,138,000</del> ))
9		<u>\$4,139,000</u>
10	TOTAL APPROPRIATION . . . . .	(( <del>\$8,276,000</del> ))
11		<u>\$8,278,000</u>

12       **Sec. 703.** 2013 2nd sp.s. c 4 s 703 (uncodified) is amended to read  
13 as follows:

14       **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
15       **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**  
16       **BE REIMBURSED AS PRESCRIBED BY STATUTE**

17	General Fund--State Appropriation (FY 2014) . . . . .	\$25,636,000
18	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$16,102,000</del> ))
19		<u>\$16,103,000</u>
20	Nondebt-Limit Reimbursable Bond Retirement Account--State	
21	Appropriation . . . . .	(( <del>\$140,215,000</del> ))
22		<u>\$139,953,000</u>
23	TOTAL APPROPRIATION . . . . .	(( <del>\$181,953,000</del> ))
24		<u>\$181,692,000</u>

25       The appropriations in this section are subject to the following  
26 conditions and limitations: The general fund appropriation is for  
27 expenditure into the nondebt-limit general fund bond retirement  
28 account. The entire general fund--state appropriation for fiscal year  
29 2014 shall be expended into the nondebt-limit general fund bond  
30 retirement account by June 30, 2014.

31       **Sec. 704.** 2013 2nd sp.s. c 4 s 704 (uncodified) is amended to read  
32 as follows:

33       **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
34       **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

35	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$1,726,000</del> ))
36		<u>\$1,401,000</u>

1	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$1,726,000</del> ))
2		<u>\$1,401,000</u>
3	State Building Construction Account--State	
4	Appropriation . . . . .	(( <del>\$867,000</del> ))
5		<u>\$2,156,000</u>
6	Columbia River Basin Water Supply Development	
7	Account--State Appropriation . . . . .	(( <del>\$57,000</del> ))
8		<u>\$66,000</u>
9	State Taxable Building Construction Account--State	
10	Appropriation . . . . .	(( <del>\$45,000</del> ))
11		<u>\$324,000</u>
12	<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
13	<u>Appropriation . . . . .</u>	<u>\$1,000</u>
14	<u>Columbia River Basin Taxable Bond Water Supply</u>	
15	<u>Development Account--State Appropriation . . . . .</u>	<u>\$18,000</u>
16	TOTAL APPROPRIATION . . . . .	(( <del>\$4,421,000</del> ))
17		<u>\$5,367,000</u>

18       **Sec. 705.** 2013 2nd sp.s. c 4 s 706 (uncodified) is amended to read  
19 as follows:

20 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--DISASTER RESPONSE ACCOUNT**

21	General Fund--State Appropriation (FY 2014) . . . . .	(( <del>\$5,100,000</del> ))
22		<u>\$3,600,000</u>
23	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$2,500,000</del> ))
24		<u>\$1,000,000</u>
25	TOTAL APPROPRIATION . . . . .	(( <del>\$7,600,000</del> ))
26		<u>\$4,600,000</u>

27       The appropriations in this section are subject to the following  
28 conditions and limitations: The appropriations are provided solely for  
29 expenditure into the disaster response account for emergency fire  
30 suppression by the department of natural resources and to complete  
31 projects necessary to recover from previously declared disasters.

32       **Sec. 706.** 2013 2nd sp.s. c 4 s 710 (uncodified) is amended to read  
33 as follows:

34 **FOR THE STATE TREASURER--COUNTY PUBLIC HEALTH ASSISTANCE**

35	General Fund--State Appropriation (FY 2014) . . . . .	\$36,386,000
36	General Fund--State Appropriation (FY 2015) . . . . .	(( <del>\$36,386,000</del> ))

1 \$34,567,000  
2 TOTAL APPROPRIATION . . . . . ( ~~(\$72,772,000)~~ )  
3 \$70,953,000

4 The appropriations in this section are subject to the following  
5 conditions and limitations: The state treasurer shall distribute the  
6 appropriations to the following counties and health districts in the  
7 amounts designated to support public health services, including public  
8 health nursing:

Health District	FY 2014	FY 2015	2013-15 Biennium
Adams County Health District	\$121,213	<del>(\$121,213)</del> <u>\$115,153</u>	<del>(\$242,426)</del> <u>\$236,366</u>
Asotin County Health District	\$159,890	<del>(\$159,890)</del> <u>\$151,897</u>	<del>(\$319,780)</del> <u>\$311,787</u>
Benton-Franklin Health District	\$1,614,337	<del>(\$1,614,337)</del> <u>\$1,533,633</u>	<del>(\$3,228,674)</del> <u>\$3,147,970</u>
Chelan-Douglas Health District	\$399,634	<del>(\$399,634)</del> <u>\$379,656</u>	<del>(\$799,268)</del> <u>\$779,290</u>
Clallam County Health and Human Services Department	\$291,401	<del>(\$291,401)</del> <u>\$276,833</u>	<del>(\$582,802)</del> <u>\$568,234</u>
Clark County Health District	\$1,767,341	<del>(\$1,767,341)</del> <u>\$1,678,989</u>	<del>(\$3,534,682)</del> <u>\$3,446,330</u>
Skamania County Health Department	\$111,327	<del>(\$111,327)</del> <u>\$105,762</u>	<del>(\$222,654)</del> <u>\$217,089</u>
Columbia County Health District	\$119,991	<del>(\$119,991)</del> <u>\$113,922</u>	<del>(\$239,982)</del> <u>\$233,983</u>
Cowlitz County Health Department	\$477,981	<del>(\$477,981)</del> <u>\$454,086</u>	<del>(\$955,962)</del> <u>\$932,067</u>
Garfield County Health District	\$93,154	<del>(\$93,154)</del> <u>\$88,497</u>	<del>(\$186,308)</del> <u>\$181,651</u>
Grant County Health District	\$297,761	<del>(\$297,762)</del> <u>\$282,876</u>	<del>(\$595,523)</del> <u>\$580,637</u>
Grays Harbor Health Department	\$335,666	<del>(\$335,666)</del> <u>\$318,885</u>	<del>(\$671,332)</del> <u>\$654,551</u>

1	Island County Health Department	\$255,224	(((\$225,224))	(((\$510,448))
2			<u>\$242,465</u>	<u>\$497,689</u>
3	Jefferson County Health and Human Services	\$184,080	(((\$184,080))	(((\$368,160))
4			<u>\$174,878</u>	<u>\$358,958</u>
5	Seattle-King County Department of Public Health	\$10,558,598	(((\$10,558,598))	(((\$21,117,196))
6			<u>\$12,051,350</u>	<u>\$22,609,948</u>
7	Bremerton-Kitsap County Health District	\$997,476	(((\$997,476))	(((\$1,994,952))
8			<u>\$947,610</u>	<u>\$1,945,086</u>
9	Kittitas County Health Department	\$198,979	(((\$198,979))	(((\$397,958))
10			<u>\$189,032</u>	<u>\$388,011</u>
11	Klickitat County Health Department	\$153,784	(((\$153,784))	(((\$307,568))
12			<u>\$146,096</u>	<u>\$299,880</u>
13	Lewis County Health Department	\$263,134	(((\$263,134))	(((\$526,268))
14			<u>\$249,979</u>	<u>\$513,113</u>
15	Lincoln County Health Department	\$113,917	(((\$113,917))	(((\$227,834))
16			<u>\$108,222</u>	<u>\$222,139</u>
17	Mason County Department of Health Services	\$227,448	(((\$227,448))	(((\$454,896))
18			<u>\$216,077</u>	<u>\$443,525</u>
19	Okanogan County Health District	\$169,882	(((\$169,882))	(((\$339,764))
20			<u>\$161,389</u>	<u>\$331,271</u>
21	Pacific County Health Department	\$169,075	(((\$169,075))	(((\$338,150))
22			<u>\$160,623</u>	<u>\$329,698</u>
23	Tacoma-Pierce County Health Department	\$4,143,169	(((\$4,143,169))	(((\$8,286,338))
24			<u>\$3,936,045</u>	<u>\$8,079,214</u>
25	San Juan County Health and Community Services	\$2,253,493	(((\$2,253,493))	(((\$4,506,986))
26			<u>\$120,242</u>	<u>\$2,373,734</u>
27	Skagit County Health Department	\$449,745	(((\$449,745))	(((\$899,490))
28			<u>\$427,261</u>	<u>\$877,006</u>
29	Snohomish Health District	\$3,433,291	(((\$3,433,291))	(((\$6,866,582))
30			<u>\$3,261,655</u>	<u>\$6,694,946</u>
31	Spokane County Health District	\$2,877,318	(((\$2,877,318))	(((\$5,574,636))
32			<u>\$2,733,476</u>	<u>\$5,610,794</u>
33	Northeast Tri-County Health District	\$249,303	(((\$249,303))	(((\$498,606))
34			<u>\$236,840</u>	<u>\$486,143</u>
35	Thurston County Health Department	\$1,046,897	(((\$1,046,897))	(((\$2,093,794))
36			<u>\$994,561</u>	<u>\$2,041,458</u>

1	Wahkiakum County Health Department	\$93,181	(( \$9,180 ))	(( \$186,361 ))
2			<u>\$88,522</u>	<u>\$181,703</u>
3	Walla Walla County-City Health Department	\$302,173	(( \$302,173 ))	(( \$604,346 ))
4			<u>\$287,067</u>	<u>\$589,240</u>
5	Whatcom County Health Department	\$1,214,301	(( \$1,214,301 ))	(( \$2,428,602 ))
6			<u>\$1,153,596</u>	<u>\$2,367,897</u>
7	Whitman County Health Department	\$189,355	(( \$189,355 ))	(( \$378,710 ))
8			<u>\$179,889</u>	<u>\$369,244</u>
9	Yakima Health District	\$1,052,482	(( \$1,052,482 ))	(( \$2,104,964 ))
10			<u>\$999,867</u>	<u>\$2,052,349</u>
11				
12	TOTAL APPROPRIATIONS	\$36,386,001	(( \$36,386,001 ))	(( \$72,772,002 ))
13			<u>\$34,567,000</u>	<u>\$70,953,000</u>

14        NEW SECTION.    **Sec. 707.**    A new section is added to 2013 2nd sp.s.  
15    c 4 (uncodified) to read as follows:

16    **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**  
17    **COSTS**

18    General Fund--State Appropriation (FY 2014) . . . . . \$1,126,000

19        The appropriation in this section is subject to the following  
20    conditions and limitations: The director of financial management shall  
21    distribute \$942,000 to Clallam county, \$148,000 to Mason county, and  
22    \$36,000 to Klickitat county for extraordinary criminal justice costs  
23    pursuant to RCW 43.330.190.

24        NEW SECTION.    **Sec. 708.**    A new section is added to 2013 2nd sp.s.  
25    c 4 (uncodified) to read as follows:

26    **FOR THE OFFICE OF FINANCIAL MANAGEMENT--ATTORNEY GENERAL EXPENSES**

27    General Fund--State Appropriation (FY 2014) . . . . . \$168,000

28    General Fund--State Appropriation (FY 2015) . . . . . \$1,391,000

29    Dedicated Funds and Accounts Appropriation . . . . . \$3,797,000

30        TOTAL APPROPRIATION . . . . . \$5,356,000

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

33        (1) The appropriations in this section are provided solely to  
34    provide state agency expenditure authority for increased legal services

1 from the attorney general's office, including attorney salary  
2 adjustments to address recruitment and retention issues.

3 (2) The appropriation from dedicated funds and accounts shall be  
4 made in the amounts specified and from the dedicated funds and accounts  
5 specified in LEAP Document . . . . dated February . . . , 2014, which is  
6 hereby incorporated by reference. The office of financial management  
7 shall allocate the moneys appropriated in this section in the amounts  
8 specified and to the state agencies specified in LEAP Document . . . .  
9 and adjust appropriation schedules accordingly. The office of  
10 financial management shall make any further allotment adjustments  
11 necessary to reflect agency mergers or consolidations assumed in this  
12 act.

13 NEW SECTION. **Sec. 709.** A new section is added to 2013 2nd sp.s.  
14 c 4 (uncodified) to read as follows:

15 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF ADMINISTRATIVE**  
16 **HEARINGS EXPENSES**

17	General Fund--State Appropriation (FY 2014) . . . . .	\$16,000
18	General Fund--State Appropriation (FY 2015) . . . . .	\$36,000
19	Dedicated Funds and Accounts Appropriation . . . . .	\$151,000
20	TOTAL APPROPRIATION . . . . .	\$203,000

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

23 (1) The appropriations in this section are provided solely to  
24 provide state agency expenditure authority for funding the replacement  
25 of laptop and desktop computers in the office of administrative  
26 hearings.

27 (2) The appropriation from dedicated funds and accounts shall be  
28 made in the amounts specified and from the dedicated funds and accounts  
29 specified in LEAP Document . . . . dated February . . . , 2014, which  
30 is hereby incorporated by reference. The office of financial  
31 management shall allocate the moneys appropriated in this section in  
32 the amounts specified and to the state agencies specified in LEAP  
33 Document . . . . and adjust appropriation schedules accordingly. The  
34 office of financial management shall make any further allotment  
35 adjustments necessary to reflect agency mergers or consolidations  
36 assumed in this act.

NEW SECTION. **Sec. 710.** A new section is added to 2013 2nd sp.s.  
c 4 (uncodified) to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT--DEPARTMENT OF ENTERPRISE  
SERVICES--CENTRAL SERVICES**

General Fund--State Appropriation (FY 2015) . . . . . \$(1,728,000)  
Dedicated Funds and Accounts Appropriation . . . . . \$(1,259,000)  
TOTAL APPROPRIATION . . . . . \$(2,987,000)

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

(1) The appropriations in this section are provided solely to  
reduce state agency appropriations to reflect reduced agency  
expenditures for central services provided by the department of  
enterprise services, including the access Washington web portal,  
one-stop business portal, the small agency human resources service,  
personnel services, and subsidized printer services.

(2) The reductions in state agency appropriations from the state  
general fund and dedicated funds and accounts shall be made in the  
amounts and agencies specified and from the funds and accounts  
specified in LEAP Document . . . . dated February . . . , 2014, which  
is hereby incorporated by reference. The office of financial  
management shall adjust appropriation schedules accordingly. The  
office of financial management shall make any further allotment  
adjustments necessary to reflect agency mergers or consolidations  
assumed in this act.

NEW SECTION. **Sec. 711.** A new section is added to 2013 2nd sp.s.  
c 4 (uncodified) to read as follows:

**FOR SUNDRY CLAIMS**

The following sums, or so much thereof as may be necessary, are  
appropriated from the general fund for fiscal year 2014, unless  
otherwise indicated, for relief of various individuals, firms, and  
corporations for sundry claims. These appropriations are to be  
disbursed on vouchers approved by the director of the department of  
enterprise services, except as otherwise provided, for reimbursement of  
criminal defendants acquitted on the basis of self-defense, pursuant to  
RCW 9A.16.110, as follows:

(1) Tony M. Noble, claim number 99970075 . . . . . \$5,670  
(2) Patrick Earl, claim number 99970076 . . . . . \$2,799



(3) Stephen J. Felice, claim number 99970076 . . . . .	\$17,275
(4) Michael Felice, claim number 99970076 . . . . .	\$93,809
(5) Noe Angel Aranda Hernandez, claim number	
99970077 . . . . .	\$12,500
(6) Anderson Durham, claim number 99970071 . . . . .	\$11,000
(7) Chase Balzer, claim number 99970078 . . . . .	\$5,953
(8) Kent Wescott, claim number 99970079 . . . . .	\$13,447
(9) Tommy Villanueva, claim number 99970080 . . . . .	\$70,099

NEW SECTION. **Sec. 712.** A new section is added to 2013 2nd sp.s. c 4 (uncodified) to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT--STATE EMPLOYEE INSURANCE**

General Fund--State Appropriation (FY 2015) . . . . .	\$(35,958,000)
General Fund--Federal Appropriation . . . . .	\$(5,249,000)
General Fund--Private/Local Appropriation . . . . .	\$(673,000)
Special Insurance Contribution Adjustment	
Revolving Account Appropriation . . . . .	\$(8,967,000)
TOTAL APPROPRIATION . . . . .	\$(50,847,000)

The appropriation adjustments in this section are made solely to reduce agency and higher education institution appropriations to reflect savings resulting from reduced employee insurance benefits contribution rates, effective July 1, 2014, as provided in part 9 of this act, in the amounts specified in LEAP Document 2014-GZGO, dated February 21, 2014, which is hereby incorporated by reference. The office of financial management shall adjust appropriation schedules accordingly. The office of financial management shall make any further allotment adjustments necessary to reflect agency mergers or consolidations assumed in this act.

NEW SECTION. **Sec. 713.** A new section is added to 2013 2nd sp.s. c 4 (uncodified) to read as follows:

**FOR THE STATE TREASURER--FOR LOCAL LIQUOR EXCISE TAX**

General Fund--State Appropriation (FY 2015) . . . . .	\$5,151,000
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The appropriation in this section is subject to the following conditions and limitations: If the director of the office of financial management determines that the amount of \$5,151,000 has been deposited into the general fund--state from the dedicated marijuana account--state created in RCW 69.50.530 in fiscal year 2015, the director shall

1 notify the treasurer to distribute the funds provided in this section  
2 to the counties, cities, and towns in the following proportions: (a)  
3 Twenty percent of the moneys must be divided among and distributed to  
4 the counties of the state in accordance with the provisions of RCW  
5 66.08.200; and (b) eighty percent of the moneys must be divided among  
6 and distributed to the cities and towns of the state in accordance with  
7 the provisions of RCW 66.08.210. If the director does not make a  
8 determination by June 30, 2015, the amount provided in this section  
9 shall lapse.

10 NEW SECTION. **Sec. 714.** A new section is added to 2013 2nd sp.s.  
11 c 4 (uncodified) to read as follows:

12 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMON SCHOOL CONSTRUCTION**  
13 **ACCOUNT**

14 General Fund--State Appropriation (FY 2015) . . . . . \$444,000

15 The appropriation in this section is subject to the following  
16 conditions and limitations: The appropriation in this section is  
17 provided solely for expenditure into the common school construction  
18 account--state on July 1, 2015, for an interest payment pursuant to RCW  
19 90.38.130.

20 NEW SECTION. **Sec. 715.** A new section is added to 2013 2nd sp.s.  
21 c 4 (uncodified) to read as follows:

22 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--NATURAL RESOURCES REAL**  
23 **PROPERTY REPLACEMENT ACCOUNT**

24 General Fund--State Appropriation (FY 2015) . . . . . \$222,000

25 The appropriation in this section is subject to the following  
26 conditions and limitations: The appropriation in this section is  
27 provided solely for expenditure into the natural resources real  
28 property replacement account--state on July 1, 2015, for an interest  
29 payment pursuant to RCW 90.38.130.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2013 2nd sp.s. c 4 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance

premium distributions . . . . . ((~~\$8,248,000~~))  
\$8,591,000

General Fund Appropriation for public utility

district excise tax distributions . . . . . ((~~\$50,894,000~~))  
\$53,709,000

General Fund Appropriation for prosecuting

attorney distributions . . . . . ((~~\$6,068,000~~))  
\$5,985,000

General Fund Appropriation for boating safety

and education distributions . . . . . \$4,000,000

General Fund Appropriation for other tax distributions . . . . . \$65,000

General Fund Appropriation for habitat conservation

program distributions . . . . . ((~~\$3,000,000~~))  
\$3,154,000

Death Investigations Account Appropriation for

distribution to counties for publicly funded  
autopsies . . . . . \$3,158,000

Aquatic Lands Enhancement Account Appropriation for

harbor improvement revenue distribution . . . . . \$146,000

Timber Tax Distribution Account Appropriation for

distribution to "timber" counties . . . . . ((~~\$72,120,000~~))  
\$76,932,000

County Criminal Justice Assistance Appropriation.

When making the fiscal year 2015 distribution to  
Grant county, the state treasurer shall reduce  
the amount by \$140,000 and distribute the remainder  
to the county. This is the first of three reductions  
that will be made to reimburse the state for a  
nonqualifying extraordinary criminal justice  
act payment made to Grant county in fiscal



1       The appropriation in this section is subject to the following  
2 conditions and limitations: The amount appropriated in this section  
3 shall be distributed quarterly during the 2013-2015 fiscal biennium in  
4 accordance with RCW 82.14.310. This funding is provided to counties  
5 for the costs of implementing criminal justice legislation including,  
6 but not limited to: Chapter 206, Laws of 1998 (drunk driving  
7 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,  
8 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
9 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
10 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
11 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
12 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
13 215, Laws of 1998 (DUI provisions).

14       **Sec. 803.** 2013 2nd sp.s. c 4 s 803 (uncodified) is amended to read  
15 as follows:

16 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**  
17 Impaired Driver Safety Account Appropriation . . . . . ((~~\$1,646,000~~))  
18 \$1,606,000

19       The appropriation in this section is subject to the following  
20 conditions and limitations: The amount appropriated in this section  
21 shall be distributed quarterly during the 2013-2015 fiscal biennium to  
22 all cities ratably based on population as last determined by the office  
23 of financial management. The distributions to any city that  
24 substantially decriminalizes or repeals its criminal code after July 1,  
25 1990, and that does not reimburse the county for costs associated with  
26 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the  
27 county in which the city is located. This funding is provided to  
28 cities for the costs of implementing criminal justice legislation  
29 including, but not limited to: Chapter 206, Laws of 1998 (drunk  
30 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter  
31 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
32 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
33 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
34 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
35 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
36 215, Laws of 1998 (DUI provisions).



1 State Taxable Building Construction Account: For  
 2 transfer to the Columbia River basin taxable bond  
 3 water supply development account, an amount not to  
 4 exceed . . . . . \$32,000,000  
 5 Employment Training Finance Account: For transfer to  
 6 the state general fund, \$1,000,000 for fiscal year  
 7 2014 and \$1,000,000 for fiscal year 2015 . . . . . \$2,000,000  
 8 Tuition Recovery Trust Account: For transfer to the  
 9 state general fund, \$1,250,000 for fiscal year 2014  
 10 and \$1,250,000 for fiscal year 2015 . . . . . \$2,500,000  
 11 General Fund: For transfer to the child and family  
 12 reinvestment account, (~~(\$3,800,000)~~) \$1,656,000 for  
 13 fiscal year 2014 and (~~(\$2,691,000)~~) \$992,000  
 14 for fiscal year 2015 . . . . . (~~(\$6,491,000)~~)  
 15 \$2,648,000  
 16 Flood Control Assistance Account: For transfer to the  
 17 state general fund, \$1,000,000 for fiscal year 2014  
 18 and \$1,000,000 for fiscal year 2015 . . . . . \$2,000,000  
 19 Tobacco Settlement Account: For transfer to the state  
 20 general fund, in an amount not to exceed the actual  
 21 amount of the annual base payment to the tobacco  
 22 settlement account . . . . . (~~(\$157,221,000)~~)  
 23 \$168,053,000  
 24 Tobacco Settlement Account: For transfer to the state  
 25 general fund from the amounts deposited in the  
 26 account that are attributable to the annual  
 27 strategic contribution payment received in  
 28 fiscal year 2014 . . . . . \$17,000,000  
 29 Tobacco Settlement Account: For transfer to the state  
 30 general fund from the amounts deposited in the  
 31 account that are attributable to the annual  
 32 strategic contribution payment received in fiscal  
 33 year 2015 . . . . . \$17,000,000  
 34 It is the intent of the legislature to transfer the full amounts  
 35 received as strategic contribution payments in the tobacco settlement  
 36 account to the education legacy trust account in the 2015-2017 fiscal  
 37 biennium.  
 38 Tobacco Settlement Account: For transfer to the life

1 sciences discovery fund, in an amount not to exceed  
2 the actual remaining amount of the annual strategic  
3 contribution payment to the tobacco settlement account  
4 for fiscal year 2014 . . . . . \$9,515,000

5 Tobacco Settlement Account: For transfer to the life  
6 sciences discovery fund, in an amount not to exceed  
7 the actual remaining amount of the annual strategic  
8 contribution payment to the tobacco settlement account  
9 for fiscal year 2015 . . . . . \$9,515,000

10 The transfer to the life sciences discovery fund is subject to the  
11 following conditions:

12 ~~(1) ((The life sciences discovery fund authority board of trustees~~  
13 ~~shall begin preparing to become a self-sustaining entity capable of~~  
14 ~~operating without direct state subsidy by the time the tobacco~~  
15 ~~strategic contribution supplemental payments end in fiscal year 2017.))~~  
16 The life sciences discovery fund authority board of trustees shall  
17 terminate all funding for contracts by June 30, 2014.

18 (2) \$250,000 of the appropriation in fiscal year 2014 ~~((and~~  
19 ~~\$250,000 of the appropriation in fiscal year 2015 are))~~ is provided  
20 solely to promote the development and delivery of global health  
21 technologies and products.

22 (a) The life sciences discovery fund authority must either  
23 administer a grant application, review, and reward process, or contract  
24 with a qualified nonprofit organization for these services. State  
25 moneys must be provided for grants to entities for the development,  
26 production, promotion, and delivery of global health technologies and  
27 products. Grant award criteria must include:

28 (i) The quality of the proposed research or the proposed technical  
29 assistance in product development or production process design. Any  
30 grant funds awarded for research activities must be awarded for  
31 nonbasic research that will assist in the commercialization or  
32 manufacture of global health technologies;

33 (ii) The potential for the grant recipient to improve global health  
34 outcomes;

35 (iii) The potential for the grant to leverage additional funding  
36 for the development of global health technologies and products;

37 (iv) The potential for the grant to stimulate, or promote technical



skills training for, employment in the development of global health technologies in the state; and

(v) The willingness of the grant recipient, when appropriate, to enter into royalty or licensing income agreements with the authority.

~~((b) The authority, or the contractor of the authority, must report information including the types of products and research funded, the funding leveraged by the grants, and the number and types of jobs created as a result of the grants, to the economic development committees of the legislature by December 1, 2014.))~~

Life Sciences Discovery Fund: For transfer to the education legacy trust account, \$34,253,000 for fiscal year 2015 . . . . . \$34,253,000

Aquatic Lands Enhancement Account: For transfer to the geoduck aquaculture research account, \$150,000 for fiscal year 2014 and \$150,000 for fiscal year 2015 . . . . \$300,000

Health Benefit Exchange Account: For transfer to the state general fund for fiscal year 2015 . . . . . \$21,514,000

Criminal Justice Treatment Account: For transfer to the state general fund, \$437,000 for fiscal year 2014 and \$2,746,000 for fiscal year 2015 . . . . . \$3,183,000

Resources Management Cost Account--Aquatics: For transfer to the marine resources stewardship trust account, \$1,850,000 for fiscal year 2014 and \$1,850,000 for fiscal year 2015 . . . . . \$3,700,000

Legal Services Revolving Account: For transfer to the state general fund, \$976,000 for fiscal year 2014 and \$1,477,000 for fiscal year 2015 . . . . . \$2,453,000

Personnel Service Account: For transfer to the state general fund, \$733,000 for fiscal year 2014 and \$733,000 for fiscal year 2015 . . . . . \$1,466,000

Data Processing Revolving Account: For transfer to the state general fund, \$4,069,000 for fiscal year 2014 and \$4,070,000 for fiscal year 2015 . . . . . \$8,139,000

Home Security Fund Account: For transfer to the transitional housing operating and rent account . . . . \$7,500,000

Professional Engineers' Account: For transfer to the state general fund, \$956,000 for fiscal year 2014 and \$957,000 for fiscal year 2015 . . . . . \$1,913,000

Electrical License Account: For transfer to the state

1       general fund, \$1,700,000 for fiscal year 2014 and  
 2       \$1,700,000 for fiscal year 2015 . . . . . \$3,400,000  
 3   Business and Professions Account: For transfer to the  
 4       state general fund, (~~(\$1,838,000)~~) \$2,838,000 for fiscal  
 5       year 2014 and (~~(\$1,800,000)~~) \$2,800,000 for fiscal  
 6       year 2015 . . . . . (~~(\$3,638,000)~~) \$5,638,000  
 7   Energy Freedom Account: For transfer to the state  
 8       general fund, (~~(\$1,000,000)~~) \$2,850,000 for fiscal  
 9       year 2014 and (~~(\$1,000,000)~~) \$2,850,000 for fiscal  
 10       year 2015 . . . . . (~~(\$2,000,000)~~) \$5,700,000  
 11   Pollution Liability Insurance Program Trust Account:  
 12       For transfer to the state general fund, \$2,500,000  
 13       for fiscal year 2014 and \$2,500,000 for fiscal year  
 14       2015 . . . . . \$5,000,000  
 15   Real Estate Commission Account: For transfer to the  
 16       state general fund, \$1,700,000 for fiscal year 2014  
 17       and \$1,700,000 for fiscal year 2015 . . . . . \$3,400,000  
 18   State Lottery Account: For transfer to the education  
 19       legacy trust account, \$6,050,000 for fiscal year 2014  
 20       and \$6,050,000 for fiscal year 2015 . . . . . \$12,100,000  
 21   State Toxics Control Account: For transfer to the  
 22       radioactive mixed waste account, \$2,000,000 for fiscal  
 23       year 2014 . . . . . \$2,000,000  
 24   General Fund: For transfer to the education savings  
 25       account, \$387.04 for fiscal year 2014 . . . . . \$387.04

(End of part)

PART IX  
MISCELLANEOUS

**Sec. 901.** 2013 2nd sp.s. c 4 s 932 (uncodified) is amended to read as follows:

**COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION--INSURANCE BENEFITS**

No agreement was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Appropriations in this act for fiscal year 2014 for state agencies, including institutions of higher education are sufficient to continue the provisions of the 2011-2013 collective bargaining agreement. An agreement was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW for fiscal year 2015. The agreement includes employer contributions to premiums at 85 percent of the total weighted average of the projected health care premiums. Appropriations in this act for fiscal year 2015 for state agencies, including institutions of higher education are sufficient to fund the provisions of the fiscal year 2015 collective bargaining agreement, and are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, wellness programs, and similar benefits or services for members of public employee benefits board health plans, public employees' benefits board administration, and the uniform medical plan, shall not exceed \$782 per eligible employee for fiscal year 2014. For fiscal year 2015 the monthly employer funding rate shall not exceed ~~(( \$763 ))~~ \$703 per eligible employee.

(b) In order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require or make any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or other changes to benefits consistent with the collective bargaining agreement and RCW 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month surcharge to the premiums due from members who use tobacco products and a surcharge of not less than \$50 per month to the premiums due from members who cover a spouse or

1 domestic partner where the spouse or domestic partner has chosen not to  
2 enroll in other employer-based group health insurance that has benefits  
3 and premiums with an actuarial value of not less than 95 percent of the  
4 actuarial value of the public employees' benefits board plan with the  
5 largest enrollment.

6 (c) Consistent with the implementation of managed competition, the  
7 public employees benefits board must establish premium rates for  
8 consumer directed health plans at levels that reflect the projected  
9 lower enrollee claim expenses resulting from higher point-of-service  
10 cost sharing in those plans.

11 (d) All savings resulting from reduced claim costs or other factors  
12 identified after September 30, 2013, must be reserved for funding  
13 employee health benefits in the 2015-2017 fiscal biennium.

14 (e) The health care authority shall deposit any moneys received on  
15 behalf of the uniform medical plan as a result of rebates on  
16 prescription drugs, audits of hospitals, subrogation payments, or any  
17 other moneys recovered as a result of prior uniform medical plan claims  
18 payments, into the public employees' and retirees' insurance account to  
19 be used for insurance benefits. Such receipts shall not be used for  
20 administrative expenditures.

21 (2) The health care authority, subject to the approval of the  
22 public employees' benefits board, shall provide subsidies for health  
23 benefit premiums to eligible retired or disabled public employees and  
24 school district employees who are eligible for medicare, pursuant to  
25 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015  
26 shall be up to \$150 per month.

27 **Sec. 902.** 2013 2nd sp.s. c 4 s 933 (uncodified) is amended to read  
28 as follows:

29 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**  
30 **BENEFITS**

31 Appropriations for state agencies in this act are sufficient for  
32 represented employees outside the super coalition for health benefits,  
33 and are subject to the following conditions and limitations:

34 (1)(a) The monthly employer funding rate for insurance benefit  
35 premiums, wellness programs, and similar benefits or services for  
36 members of public employee benefits board health plans, public  
37 employees' benefits board administration, and the uniform medical plan,

1 shall not exceed \$782 per eligible employee for fiscal year 2014. For  
2 fiscal year 2015 the monthly employer funding rate shall not exceed  
3 ((~~\$763~~)) \$703 per eligible employee.

4 (b) In order to achieve the level of funding provided for health  
5 benefits, the public employees' benefits board shall require or make  
6 any or all of the following: Employee premium copayments, increases in  
7 point-of-service cost sharing, the implementation of managed  
8 competition, or other changes to benefits consistent with RCW  
9 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month  
10 surcharge to the premiums due from members who use tobacco products and  
11 a surcharge of not less than \$50 per month to the premiums due from  
12 members who cover a spouse or domestic partner where the spouse or  
13 domestic partner has chosen not to enroll in other employer-based group  
14 health insurance that has benefits and premiums with an actuarial value  
15 of not less than 95 percent of the actuarial value of the public  
16 employees' benefits board plan with the largest enrollment.

17 (c) Consistent with the implementation of managed competition, the  
18 public employees benefits board must establish premium rates for  
19 consumer directed health plans at levels that reflect the projected  
20 lower enrollee claim expenses resulting from higher point-of-service  
21 cost sharing in those plans.

22 (d) All savings resulting from reduced claim costs or other factors  
23 identified after September 30, 2013, must be reserved for funding  
24 employee health benefits in the 2015-2017 fiscal biennium.

25 (e) The health care authority shall deposit any moneys received on  
26 behalf of the uniform medical plan as a result of rebates on  
27 prescription drugs, audits of hospitals, subrogation payments, or any  
28 other moneys recovered as a result of prior uniform medical plan claims  
29 payments, into the public employees' and retirees' insurance account to  
30 be used for insurance benefits. Such receipts shall not be used for  
31 administrative expenditures.

32 (2) The health care authority, subject to the approval of the  
33 public employees' benefits board, shall provide subsidies for health  
34 benefit premiums to eligible retired or disabled public employees and  
35 school district employees who are eligible for medicare, pursuant to  
36 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015  
37 shall be up to \$150 per month.

1       **Sec. 903.** 2013 2nd sp.s. c 4 s 937 (uncodified) is amended to read  
2 as follows:

3       **COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925**  
4       **CHILDCARE WORKERS**

5       (1) An agreement has been reached between the governor and the  
6       service employees international union local 925 under the provisions of  
7       chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is  
8       provided for increases to health care, scholarship funding and  
9       non-standard hours bonus.

10       (2) An agreement has been reached between the governor and the  
11       service employees international union local 925 under the provisions of  
12       chapter 41.56 RCW for fiscal year 2015. Funding is provided to  
13       increase the child care subsidy rates for licensed and exempt family  
14       child care providers by four percent on July 1, 2014, and another four  
15       percent on January 1, 2015. Two million dollars is also provided to  
16       fund an early achievers tiered reimbursement pilot project for licensed  
17       family child care providers.

18       **Sec. 904.** 2013 2nd sp.s. c 4 s 939 (uncodified) is amended to read  
19 as follows:

20       **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS**

21       Appropriations for state agencies in this act are sufficient for  
22 nonrepresented state employee health benefits for state agencies,  
23 including institutions of higher education, and are subject to the  
24 following conditions and limitations:

25       (1)(a) The monthly employer funding rate for insurance benefit  
26 premiums, wellness programs, and similar benefits or services for  
27 members of public employee benefits board health plans, public  
28 employees' benefits board administration, and the uniform medical plan,  
29 shall not exceed \$782 per eligible employee for fiscal year 2014. For  
30 fiscal year 2015 the monthly employer funding rate shall not exceed  
31 ((~~\$763~~)) \$703 per eligible employee.

32       (b) In order to achieve the level of funding provided for health  
33 benefits, the public employees' benefits board shall require or make  
34 any or all of the following: Employee premium copayments, increases in  
35 point-of-service cost sharing, the implementation of managed  
36 competition, or other changes to benefits consistent with RCW  
37 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month

1 surcharge to the premiums due from members who use tobacco products and  
2 a surcharge of not less than \$50 per month to the premiums due from  
3 members who cover a spouse or domestic partner where the spouse or  
4 domestic partner has chosen not to enroll in other employer-based group  
5 health insurance that has benefits and premiums with an actuarial value  
6 of not less than 95 percent of the actuarial value of the public  
7 employees' benefits board plan with the largest enrollment.

8 (c) Consistent with the implementation of managed competition, the  
9 public employees benefits board must establish premium rates for  
10 consumer directed health plans at levels that reflect the projected  
11 lower enrollee claim expenses resulting from higher point-of-service  
12 cost sharing in those plans.

13 (d) All savings resulting from reduced claim costs or other factors  
14 identified after September 30, 2013, must be reserved for funding  
15 employee health benefits in the 2015-2017 fiscal biennium.

16 (e) The health care authority shall deposit any moneys received on  
17 behalf of the uniform medical plan as a result of rebates on  
18 prescription drugs, audits of hospitals, subrogation payments, or any  
19 other moneys recovered as a result of prior uniform medical plan claims  
20 payments, into the public employees' and retirees' insurance account to  
21 be used for insurance benefits. Such receipts shall not be used for  
22 administrative expenditures.

23 (2) The health care authority, subject to the approval of the  
24 public employees' benefits board, shall provide subsidies for health  
25 benefit premiums to eligible retired or disabled public employees and  
26 school district employees who are eligible for medicare, pursuant to  
27 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015  
28 shall be up to \$150 per month.

29 (3) Technical colleges, school districts, and educational service  
30 districts shall remit to the health care authority for deposit into the  
31 public employees' and retirees' insurance account established in RCW  
32 41.05.120 the following amounts:

33 (a) For each full-time employee, \$64.40 per month beginning  
34 September 1, 2013, and \$70.39 beginning September 1, 2014; and

35 (b) For each part-time employee, who at the time of the remittance  
36 is employed in an eligible position as defined in RCW 41.32.010 or  
37 41.40.010 and is eligible for employer fringe benefit contributions for  
38 basic benefits, \$64.40 each month beginning September 1, 2013, and

\$70.39 beginning September 1, 2014, prorated by the proportion of employer fringe benefit contributions for a full-time employee that the part-time employee receives. The remittance requirements specified in this subsection (3) shall not apply to employees of a technical college, school district, or educational service district who purchase insurance benefits through contracts with the health care authority.

**Sec. 905.** 2013 2nd sp.s. c 4 s 943 (uncodified) is amended to read as follows:

**ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL CONTRACTS**

(1) Financial contracts for the acquisition of the information technology projects authorized in this section must be approved jointly by the office of the financial management and the office of the chief information officer. Information technology projects funded under this section shall meet the following requirements:

(a) The project reduces costs and achieves economies of scale by leveraging statewide investments in systems and data and other common or enterprise-wide solutions within and across state agencies;

(b) The project begins or continues replacement of legacy information technology systems and replacing these systems with modern and more efficient information technology systems;

(c) The project improves the ability of an agency to recover from major disaster;

(d) The project provides future savings and efficiencies for an agency through reduced operating costs, improved customer service, or increased revenue collections; and

(e) Preference for project approval must be given to an agency that has prior approval from the office of the chief information officer, an approved business plan, and where the primary hurdle to project funding is the lack of funding capacity.

(2) The following state agencies may enter into financial contracts to finance expenditures for the acquisition and implementation of the following information technology projects for up to the respective amounts indicated, plus financing expenses and required reserves pursuant to chapter 39.94 RCW:

(a) Subject to subsection (4) of this section, ((\$10,000,000))



1 \$13,500,000 for the department of enterprise services time, leave, and  
2 attendance pilot project;

3 (b) \$3,867,000 for the Washington state patrol for continuation of  
4 the mobile office platform;

5 (c) (~~(\$8,500,000 for the department of social and health services~~  
6 ~~conversion to the tenth version of the world health organization's~~  
7 ~~international classification of diseases;~~

8 ~~(d) \$5,558,000))~~ \$3,315,000 for the department of early learning  
9 system implementation of electronic benefit transfers;

10 ~~((e))~~ (d) \$4,323,000 for the department of corrections for radio  
11 infrastructure upgrades.

12 (3) The office of financial management with assistance from the  
13 office of the chief information officer will report to the governor and  
14 fiscal committees of the legislature by November 1st of each year on  
15 the status of distributions and expenditures on information technology  
16 projects and improved statewide or agency performance results achieved  
17 by project funding.

18 (4) If the Washington state department of transportation enters  
19 into financial contracts pursuant to chapter 39.94 RCW for the  
20 acquisition and implementation of a time, leave, and labor distribution  
21 system, the authorization provided to the department of enterprise  
22 services in subsection (2)(a) of this section expires.

23 NEW SECTION. Sec. 906. A new section is added to chapter 28A.710  
24 RCW to read as follows:

25 The charter schools oversight account is hereby created in the  
26 state treasury. All moneys received by the commission under RCW  
27 28A.710.110 must be deposited into the account. Moneys in the account  
28 may be spent only after appropriation. Expenditures from the account  
29 may be used only for the purposes of this chapter.

30 Sec. 907. RCW 41.05.130 and 1988 c 107 s 11 are each amended to  
31 read as follows:

32 The state health care authority administrative account is hereby  
33 created in the state treasury. Moneys in the account, including  
34 unanticipated revenues under RCW 43.79.270, may be spent only after  
35 appropriation by statute, and may be used only for operating expenses

1 of the authority, and during the 2013-2015 fiscal biennium, for health  
2 care related analysis provided to the legislature by the office of the  
3 state actuary.

4 **Sec. 908.** RCW 43.43.839 and 2010 1st sp.s. c 37 s 922 are each  
5 amended to read as follows:

6 The fingerprint identification account is created in the custody of  
7 the state treasurer. All receipts from incremental charges of  
8 fingerprint checks requested for noncriminal justice purposes and  
9 electronic background requests shall be deposited in the account.  
10 Receipts for fingerprint checks by the federal bureau of investigation  
11 may also be deposited in the account. Expenditures from the account  
12 may be used only for the cost of record checks. Only the chief of the  
13 state patrol or the chief's designee may authorize expenditures from  
14 the account. The account is subject to allotment procedures under  
15 chapter 43.88 RCW. No appropriation is required for expenditures prior  
16 to July 1, 1997. After June 30, 1997, the account shall be subject to  
17 appropriation. During the 2009-2011 fiscal biennium, the legislature  
18 may transfer from the fingerprint identification account to the state  
19 general fund such amounts as reflect the excess fund balance of the  
20 account. During the 2013-2015 fiscal biennium, funds in the account  
21 may be used for expenditures that support the criminal records  
22 management division of the state patrol.

23 **Sec. 909.** RCW 43.101.220 and 2009 c 146 s 2 are each amended to  
24 read as follows:

25 (1) The corrections personnel of the state and all counties and  
26 municipal corporations initially employed on or after January 1, 1982,  
27 shall engage in basic corrections training which complies with  
28 standards adopted by the commission. The training shall be  
29 successfully completed during the first six months of employment of the  
30 personnel, unless otherwise extended or waived by the commission, and  
31 shall be requisite to the continuation of employment.

32 (2) The commission shall provide the training required in this  
33 section, together with facilities, supplies, materials, and the room  
34 and board for noncommuting attendees, except during the 2013-2015  
35 fiscal biennium, when the employing county, municipal corporation, or

1 state agency shall reimburse the commission for twenty-five percent of  
2 the cost of training its personnel.

3 (3)(a) Subsections (1) and (2) of this section do not apply to the  
4 Washington state department of corrections prisons division. The  
5 Washington state department of corrections is responsible for  
6 identifying training standards, designing curricula and programs, and  
7 providing the training for those corrections personnel employed by it.  
8 In doing so, the secretary of the department of corrections shall  
9 consult with staff development experts and correctional professionals  
10 both inside and outside of the agency, to include soliciting input from  
11 labor organizations.

12 (b) The commission and the department of corrections share the  
13 responsibility of developing and defining training standards and  
14 providing training for community corrections officers employed within  
15 the community corrections division of the department of corrections.

16 **Sec. 910.** RCW 43.320.110 and 2011 2nd sp.s. c 9 s 909 are each  
17 amended to read as follows:

18 There is created a local fund known as the "financial services  
19 regulation fund" which shall consist of all moneys received by the  
20 divisions of the department of financial institutions, except for the  
21 division of securities which shall deposit thirteen percent of all  
22 moneys received, except as provided in RCW 43.320.115, and which shall  
23 be used for the purchase of supplies and necessary equipment; the  
24 payment of salaries, wages, and utilities; the establishment of  
25 reserves; and other incidental costs required for the proper regulation  
26 of individuals and entities subject to regulation by the department.  
27 The state treasurer shall be the custodian of the fund. Disbursements  
28 from the fund shall be on authorization of the director of financial  
29 institutions or the director's designee. In order to maintain an  
30 effective expenditure and revenue control, the fund shall be subject in  
31 all respects to chapter 43.88 RCW, but no appropriation is required to  
32 permit expenditures and payment of obligations from the fund.

33 During the 2011-2013 fiscal biennium, the legislature may transfer  
34 from the financial services regulation fund to the state general fund  
35 such amounts as reflect the excess fund balance of the fund.

36 During the 2013-2015 fiscal biennium, moneys available in the

financial services regulation fund may be expended on the authorization of the director of the department of commerce solely for the purpose of funding local mediation and alternative dispute resolution centers.

**Sec. 911.** RCW 43.350.070 and 2011 c 5 s 916 are each amended to read as follows:

The life sciences discovery fund is created in the custody of the state treasurer. Only the board or the board's designee may authorize expenditures from the fund. Expenditures from the fund may be made only for purposes of this chapter. Administrative expenses of the authority, including staff support, may be paid only from the fund. Revenues to the fund consist of transfers made by the legislature from strategic contribution payments deposited in the tobacco settlement account under RCW 43.79.480, moneys received pursuant to contribution agreements entered into pursuant to RCW 43.350.030, moneys received from gifts, grants, and bequests, and interest earned on the fund. During the ((2009-2011)) 2013-2015 fiscal biennium, the legislature may transfer to other state funds or accounts such amounts as represent the ((~~excess~~)) balance of the life sciences discovery fund.

**Sec. 912.** RCW 50.16.010 and 2013 c 189 s 1 are each amended to read as follows:

(1) There shall be maintained as special funds, separate and apart from all public moneys or funds of this state an unemployment compensation fund and an administrative contingency fund, which shall be administered by the commissioner exclusively for the purposes of this title, and to which RCW 43.01.050 shall not be applicable.

(2)(a) The unemployment compensation fund shall consist of:

(i) All contributions collected under RCW 50.24.010 and payments in lieu of contributions collected pursuant to the provisions of this title;

(ii) Any property or securities acquired through the use of moneys belonging to the fund;

(iii) All earnings of such property or securities;

(iv) Any moneys received from the federal unemployment account in the unemployment trust fund in accordance with Title XII of the social security act, as amended;

1 (v) All money recovered on official bonds for losses sustained by  
2 the fund;

3 (vi) All money credited to this state's account in the unemployment  
4 trust fund pursuant to section 903 of the social security act, as  
5 amended;

6 (vii) All money received from the federal government as  
7 reimbursement pursuant to section 204 of the federal-state extended  
8 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304);

9 (viii) The portion of the additional penalties as provided in RCW  
10 50.20.070(2) that is fifteen percent of the amount of benefits overpaid  
11 or deemed overpaid; and

12 (ix) All moneys received for the fund from any other source.

13 (b) All moneys in the unemployment compensation fund shall be  
14 commingled and undivided.

15 (3)(a) Except as provided in (b) of this subsection, the  
16 administrative contingency fund shall consist of:

17 (i) All interest on delinquent contributions collected pursuant to  
18 this title;

19 (ii) All fines and penalties collected pursuant to the provisions  
20 of this title, except the portion of the additional penalties as  
21 provided in RCW 50.20.070(2) that is fifteen percent of the amount of  
22 benefits overpaid or deemed overpaid;

23 (iii) All sums recovered on official bonds for losses sustained by  
24 the fund; and

25 (iv) Revenue received under RCW 50.24.014.

26 (b) All fees, fines, forfeitures, and penalties collected or  
27 assessed by a district court because of the violation of this title or  
28 rules adopted under this title shall be remitted as provided in chapter  
29 3.62 RCW.

30 (c) Except as provided in (d) of this subsection, moneys available  
31 in the administrative contingency fund, other than money in the special  
32 account created under RCW 50.24.014, shall be expended upon the  
33 direction of the commissioner, with the approval of the governor,  
34 whenever it appears to him or her that such expenditure is necessary  
35 solely for:

36 (i) The proper administration of this title and that insufficient  
37 federal funds are available for the specific purpose to which such

1 expenditure is to be made, provided, the moneys are not substituted for  
2 appropriations from federal funds which, in the absence of such moneys,  
3 would be made available.

4 (ii) The proper administration of this title for which purpose  
5 appropriations from federal funds have been requested but not yet  
6 received, provided, the administrative contingency fund will be  
7 reimbursed upon receipt of the requested federal appropriation.

8 (iii) The proper administration of this title for which compliance  
9 and audit issues have been identified that establish federal claims  
10 requiring the expenditure of state resources in resolution. Claims  
11 must be resolved in the following priority: First priority is to  
12 provide services to eligible participants within the state; second  
13 priority is to provide substitute services or program support; and last  
14 priority is the direct payment of funds to the federal government.

15 (d)(i) During the 2007-2009 fiscal biennium, moneys available in  
16 the administrative contingency fund, other than money in the special  
17 account created under RCW 50.24.014(1)(a), shall be expended as  
18 appropriated by the legislature for: (A) The cost of the job skills or  
19 worker retraining programs at the community and technical colleges and  
20 administrative costs at the state board for community and technical  
21 colleges; and (B) reemployment services such as business and project  
22 development assistance, local economic development capacity building,  
23 and local economic development financial assistance at the department  
24 of commerce. The remaining appropriation may be expended as specified  
25 in (c) of this subsection.

26 (ii) During the ((2009-2011)) 2013-2015 fiscal biennium, moneys  
27 available in the administrative contingency fund, other than money in  
28 the special account created under RCW 50.24.014(1)(a), shall be  
29 expended by the department of social and health services as  
30 appropriated by the legislature for employment and training services  
31 and programs in the WorkFirst program, and for the administrative costs  
32 of state agencies participating in the WorkFirst program. The  
33 remaining appropriation may be expended as specified in (c) of this  
34 subsection.

35 (4) Money in the special account created under RCW 50.24.014(1)(a)  
36 may only be expended, after appropriation, for the purposes specified  
37 in this section and RCW 50.62.010, 50.62.020, 50.62.030, 50.24.014,  
38 50.44.053, and 50.22.010.

1       **Sec. 913.** RCW 51.44.170 and 2011 c 5 s 917 are each amended to  
2 read as follows:

3       The industrial insurance premium refund account is created in the  
4 custody of the state treasurer. All industrial insurance refunds  
5 earned by state agencies or institutions of higher education under the  
6 state fund retrospective rating program shall be deposited into the  
7 account. The account is subject to the allotment procedures under  
8 chapter 43.88 RCW, but no appropriation is required for expenditures  
9 from the account. Only the executive head of the agency or institution  
10 of higher education, or designee, may authorize expenditures from the  
11 account. No agency or institution of higher education may make an  
12 expenditure from the account for an amount greater than the refund  
13 earned by the agency. If the agency or institution of higher education  
14 has staff dedicated to workers' compensation claims management,  
15 expenditures from the account must be used to pay for that staff, but  
16 additional expenditure from the account may be used for any program  
17 within an agency or institution of higher education that promotes or  
18 provides incentives for employee workplace safety and health and early,  
19 appropriate return-to-work for injured employees. During the 2009-2011  
20 fiscal biennium, the legislature may transfer from the industrial  
21 insurance premium refund account to the state general fund such amounts  
22 as reflect the excess fund balance of the account. During the 2013-  
23 2015 fiscal biennium, an agency or institution of higher education may  
24 make expenditures from the account for payment of industrial insurance  
25 premiums.

26       **Sec. 914.** RCW 67.70.230 and 2010 1st sp.s. c 37 s 941 are each  
27 amended to read as follows:

28       There is hereby created and established a separate account, to be  
29 known as the state lottery account. Such account shall be managed,  
30 maintained, and controlled by the commission and shall consist of all  
31 revenues received from the sale of lottery tickets or shares, and all  
32 other moneys credited or transferred thereto from any other fund or  
33 source pursuant to law. The account shall be a separate account  
34 outside the state treasury and shall not maintain a balance in excess  
35 of twelve million dollars at the end of each fiscal year. No  
36 appropriation is required to permit expenditures and payment of  
37 obligations from the account. During the 2009-2011 fiscal biennium,

1 the legislature may transfer from the state lottery account to the  
2 education legacy trust account such amounts as reflect the excess fund  
3 balance of the account.

4 **Sec. 915.** RCW 77.36.170 and 2013 c 329 s 2 are each amended to  
5 read as follows:

6 (1) The department may pay no more than fifty thousand dollars per  
7 fiscal year from the state wildlife account created in RCW 77.12.170  
8 for claims and assessment costs for injury or loss of livestock caused  
9 by wolves submitted under RCW 77.36.100.

10 (2) Notwithstanding other provisions of this chapter, the  
11 department may also accept and expend money from other sources to  
12 address injury or loss of livestock or other property caused by wolves  
13 consistent with the requirements on that source of funding.

14 (3) If any wildlife account expenditures authorized under  
15 subsections (1) and (4) of this section are unspent as of June 30th of  
16 a fiscal year, the state treasurer shall transfer the unspent amount to  
17 the wolf-livestock conflict account created in RCW 77.36.180.

18 (4) During the 2014 fiscal year, the department may pay no more  
19 than two hundred and fifty thousand dollars from the state wildlife  
20 account created in RCW 77.12.170 for claims and assessment costs for  
21 injury or loss of livestock caused by wolves submitted under RCW  
22 77.36.100.

23 **Sec. 916.** RCW 82.08.160 and 2013 2nd sp.s. c 4 s 1003 are each  
24 amended to read as follows:

25 (1) On or before the twenty-fifth day of each month, all taxes  
26 collected under RCW 82.08.150 during the preceding month must be  
27 remitted to the state department of revenue, to be deposited with the  
28 state treasurer. Except as provided in subsections (2), (3), and (4)  
29 of this section, upon receipt of such moneys the state treasurer must  
30 credit sixty-five percent of the sums collected and remitted under RCW  
31 82.08.150 (1) and (2) and one hundred percent of the sums collected and  
32 remitted under RCW 82.08.150 (3) and (4) to the state general fund and  
33 thirty-five percent of the sums collected and remitted under RCW  
34 82.08.150 (1) and (2) to a fund which is hereby created to be known as  
35 the "liquor excise tax fund."



1 (2) During the 2012 fiscal year, 66.19 percent of the sums  
2 collected and remitted under RCW 82.08.150 (1) and (2) must be  
3 deposited in the state general fund and the remainder collected and  
4 remitted under RCW 82.08.150 (1) and (2) must be deposited in the  
5 liquor excise tax fund.

6 (3) During fiscal year 2013, all funds collected under RCW  
7 82.08.150 (1), (2), (3), and (4) must be deposited into the state  
8 general fund.

9 (4) During ~~((the 2013-2015))~~ fiscal ~~((biennium, eighty two))~~ year  
10 2014, seventy seven and one-half percent of the sums collected and  
11 remitted under RCW 82.08.150 (1) and (2) must be deposited in the state  
12 general fund, and the remainder collected and remitted under RCW  
13 82.08.150 (1) and (2) must be deposited in the liquor excise tax fund.  
14 The legislature intends for the 2014 amendments in this subsection to  
15 be curative, clarifying, and remedial and to apply retroactively to  
16 July 1, 2013.

17 (5) During fiscal year 2015, eighty-four and four-tenths percent of  
18 the sums collected and remitted under RCW 82.08.150 (1) and (2) must be  
19 deposited in the state general fund, and the remainder collected and  
20 remitted under RCW 82.08.150 (1) and (2) must be deposited in the  
21 liquor excise tax fund.

22 NEW SECTION. Sec. 917. A new section is added to 2013 2nd sp.s.  
23 c 4 (uncodified) to read as follows:

24 Any residual balance of funds remaining in the investing in  
25 innovation account on April 1, 2014, shall be transferred to the state  
26 agency innovation and efficiency account created in chapter . . .  
27 (Substitute Senate Bill No. 5872), Laws of 2014.

28 NEW SECTION. Sec. 918. If any provision of this act or its  
29 application to any person or circumstance is held invalid, the  
30 remainder of the act or the application of the provision to other  
31 persons or circumstances is not affected.

32 NEW SECTION. Sec. 919. This act is necessary for the immediate  
33 preservation of the public peace, health, or safety, or support of the

1 state government and its existing public institutions, and takes effect  
2 immediately.

(End of Bill)

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