

SHB 1244 - H AMD

By Representative Linville

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

3 "NEW SECTION. **Sec. 1.** (1) A budget is hereby adopted and, subject  
4 to the provisions set forth in the following sections, the several  
5 amounts specified in parts I through IX of this act, or so much thereof  
6 as shall be sufficient to accomplish the purposes designated, are  
7 hereby appropriated and authorized to be incurred for salaries, wages,  
8 and other expenses of the agencies and offices of the state and for  
9 other specified purposes for the fiscal biennium beginning July 1,  
10 2009, and ending June 30, 2011, except as otherwise provided, out of  
11 the several funds of the state hereinafter named.

12 (2) Unless the context clearly requires otherwise, the definitions  
13 in this section apply throughout this act.

14 (a) "Fiscal year 2010" or "FY 2010" means the fiscal year ending  
15 June 30, 2010.

16 (b) "Fiscal year 2011" or "FY 2011" means the fiscal year ending  
17 June 30, 2011.

18 (c) "FTE" means full time equivalent.

19 (d) "Lapse" or "revert" means the amount shall return to an  
20 unappropriated status.

21 (e) "Provided solely" means the specified amount may be spent only  
22 for the specified purpose. Unless otherwise specifically authorized in  
23 this act, any portion of an amount provided solely for a specified  
24 purpose which is not expended subject to the specified conditions and  
25 limitations to fulfill the specified purpose shall lapse.

26

**PART I**

27

**GENERAL GOVERNMENT**

1            NEW SECTION.    **Sec. 101.    FOR THE HOUSE OF REPRESENTATIVES**

2	General Fund--State Appropriation (FY 2010) . . . . .	\$33,500,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$33,379,000
4	TOTAL APPROPRIATION . . . . .	\$66,879,000

5            NEW SECTION.    **Sec. 102.    FOR THE SENATE**

6	General Fund--State Appropriation (FY 2010) . . . . .	\$24,957,000
7	General Fund--State Appropriation (FY 2011) . . . . .	\$27,182,000
8	TOTAL APPROPRIATION . . . . .	\$52,139,000

9            NEW SECTION.    **Sec. 103.    FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**  
10 **COMMITTEE**

11	General Fund--State Appropriation (FY 2010) . . . . .	\$2,874,000
12	General Fund--State Appropriation (FY 2011) . . . . .	\$2,884,000
13	TOTAL APPROPRIATION . . . . .	\$5,758,000

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

16            (1) Notwithstanding the provisions of this section, the joint  
17 legislative audit and review committee may adjust the due dates for  
18 projects included on the committee's 2009-11 work plan as necessary to  
19 efficiently manage workload.

20            (2) Within the amounts appropriated in this section, the committee  
21 shall conduct a review of the effect of risk management practices on  
22 tort payouts. This review shall include an analysis of the state's  
23 laws, policies, procedures, and practices as they relate to the conduct  
24 of post-incident reviews and the impact of such reviews on the state's  
25 conduct and liability.

26            (3) Within the amounts appropriated in this section, the committee  
27 shall conduct a review of the state's workplace safety and health  
28 program. The review shall examine workplace safety inspection,  
29 enforcement, training, and outreach efforts compared to other states  
30 and federal programs; analyze workplace injury and illness rates and  
31 trends in Washington; identify factors that may influence workplace  
32 safety and health; and identify practices that may improve workplace  
33 safety and health and/or impact insurance costs.

34            (4) Within the amounts appropriated in this section, the committee  
35 shall prepare an evaluation of the implementation of legislation  
36 designed to improve communication, collaboration, and expedited

1    medicaid attainment with regard to persons released from confinement  
2    who have mental health or chemical dependency disorders. The review  
3    shall evaluate the implementation of: (a) Chapter 166, Laws of 2004  
4    (E2SSB 6358); (b) sections 507 and 508 of chapter 504, Laws of 2005  
5    (E2SSB 5763); (c) sections 12 and 13 of chapter 503, Laws of 2005  
6    (E2SHB 1290); and (d) section 8 of chapter 359, Laws of 2007 (2SHB  
7    1088). The departments of corrections and social and health services,  
8    the administrative office of the courts, institutions for mental  
9    disease, city and county jails, city and county courts, county clerks,  
10   and mental health and chemical dependency treatment providers shall  
11   provide the committee with information necessary for the study.

12       (5) Within the amount appropriated in this section, the joint  
13   legislative audit and review committee shall conduct a review of the  
14   state's recreational boating programs. This review shall include  
15   examination of the following:

- 16       (a) Revenue sources for state recreational boating programs;
- 17       (b) Expenditures for state boating programs;
- 18       (c) Methods of administrating state recreational boating programs,  
19   including the roles of both state and local government entities; and
- 20       (d) Approaches other states have taken to funding and administering  
21   their recreational boating programs.

22       The committee shall complete the review by October 31, 2010.

23       (6) Within amounts appropriated in this section, the joint  
24   legislative audit and review committee shall implement Engrossed  
25   Substitute House Bill No. 2338 (growth management hearings boards).

26       (7) Within the amount appropriated in this section, the joint  
27   legislative audit and review committee shall examine the operations of  
28   employment and day services as provided by the department of social and  
29   health services, division of developmental disabilities and  
30   administered by the counties. The examination shall include a thorough  
31   review of the contracts for all services including, but not limited to,  
32   employment services, day services, child development services and other  
33   uses of state dollars for county administration of services to the  
34   developmentally disabled. In its final report, due to the legislature  
35   by September 1, 2010, the joint legislative audit and review committee  
36   shall provide: A description of how funds are used and the rates paid  
37   to vendors, and a recommendation on best practices the agency may use

1 for the development of a consistent, outcome-based contract for  
2 services provided under contract with the counties.

3 (8) Within the amount appropriated in this section, the joint  
4 legislative audit and review committee shall conduct a study of the  
5 relationship between the cost of school districts and their enrollment  
6 size. The study shall be completed by June 2010 and shall include:

7 (a) An analysis of how categories of costs vary related to size,  
8 including but not limited to facility costs, transportation costs,  
9 educational costs, and administrative costs;

10 (b) A review of other factors that may impact costs, such as  
11 revenues available from local levies and other sources, geographic  
12 dispersion, demographics, level of services received from educational  
13 service districts, and whether districts operate a high school;

14 (c) Case studies on the change in cost patterns occurring after  
15 school district consolidations and for school districts operating under  
16 state oversight condition specified in RCW 28A.505.110; and

17 (d) A review of available research on nonfinancial benefits and  
18 impacts associated with school and school district size.

19 **NEW SECTION. Sec. 104. FOR THE LEGISLATIVE EVALUATION AND**  
20 **ACCOUNTABILITY PROGRAM COMMITTEE**

21	General Fund--State Appropriation (FY 2010) . . . . .	\$1,748,000
22	General Fund--State Appropriation (FY 2011) . . . . .	\$1,927,000
23	TOTAL APPROPRIATION . . . . .	\$3,675,000

24 The appropriations in this section are subject to the following  
25 conditions and limitations: \$36,000 of the general fund--state  
26 appropriation for fiscal year 2010 and \$35,000 of the general fund--  
27 state appropriation for fiscal year 2011 are for the implementation of  
28 Engrossed Senate Bill No. 6048 (state education system). If the bill is  
29 not enacted by June 30, 2009, the amounts provided in this subsection  
30 shall lapse.

31 **NEW SECTION. Sec. 105. FOR THE OFFICE OF THE STATE ACTUARY**

32	General Fund--State Appropriation (FY 2010) . . . . .	\$200,000
33	General Fund--State Appropriation (FY 2011) . . . . .	\$25,000
34	Health Care Authority Administrative Account--State	
35	Appropriation . . . . .	\$735,000
36	Department of Retirement Systems Expense	

1 Account--State Appropriation . . . . . \$3,309,000  
2 TOTAL APPROPRIATION . . . . . \$4,269,000

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

5 (1) \$25,000 of the department of retirement systems--state  
6 appropriation is provided solely for the continued study of local  
7 government liabilities for postretirement medical benefits for members  
8 of plan 1 of the law enforcement officers' and firefighters' retirement  
9 system.

10 (2) \$51,000 of the department of retirement systems expense  
11 account--state appropriation is provided solely for the state actuary  
12 to contract with the Washington state institute for public policy for  
13 a study of the disability benefits provided to the plan 2 and plan 3  
14 members of the public employees' retirement system, the teachers'  
15 retirement system, and the school employees' retirement system. Among  
16 the options the institute shall examine include statutory changes to  
17 the retirement systems and insurance products. The institute shall  
18 report its findings and recommendations to the select committee on  
19 pension policy by November 1, 2009.

20 (3) \$20,000 of the department of retirement systems--state  
21 appropriation is provided solely to assist the University of Washington  
22 medical center and Harborview medical center with the financial  
23 reporting of their postretirement benefits liabilities.

24 (4) \$175,000 of the general fund--state appropriation for fiscal  
25 year 2010 is provided solely for the office of the state actuary to  
26 conduct an independent assessment of alternatives for assuring the  
27 long-term financial solvency of the guaranteed education tuition  
28 program including suspension of the program. In conducting this  
29 review, the office may contract for assistance, and shall consult with  
30 the higher education coordinating board, the operating budget  
31 committees of the legislature, the office of financial management, and  
32 the state's public colleges and universities. The office shall report  
33 findings, an assessment of the major alternatives, and suggested  
34 actions to the governor and to the relevant legislative committees by  
35 November 15, 2009.

36 (5) \$735,000 of the health care authority administrative account--  
37 state appropriation is provided solely for the state actuary to conduct  
38 a study, directly or by contract, of the cost of providing health

1 benefits for public employees. The study shall conduct a comparison of  
2 the actuarial value of health benefits provided to employees of  
3 Washington state retirement systems-participating employers, and the  
4 cost of those benefits to employees and employers. All state  
5 retirement system participating employers shall provide data requested  
6 by the state actuary to conduct the study, including the ages and  
7 genders of covered employees and dependents, counts of covered  
8 employees by medical conditions, eligibility criteria, plan design, and  
9 costs to employers and employees by employee tier. By December 15,  
10 2010, the state actuary shall report the findings of the study to the  
11 governor and the fiscal committees of the legislature.

12 NEW SECTION. **Sec. 106. FOR THE JOINT LEGISLATIVE SYSTEMS**  
13 **COMMITTEE**

14	General Fund--State Appropriation (FY 2010) . . . . .	\$8,651,000
15	General Fund--State Appropriation (FY 2011) . . . . .	\$8,519,000
16	TOTAL APPROPRIATION . . . . .	\$17,170,000

17 NEW SECTION. **Sec. 107. FOR THE STATUTE LAW COMMITTEE**

18	General Fund--State Appropriation (FY 2010) . . . . .	\$4,610,000
19	General Fund--State Appropriation (FY 2011) . . . . .	\$5,029,000
20	TOTAL APPROPRIATION . . . . .	\$9,639,000

21 NEW SECTION. **Sec. 108. FOR THE REDISTRICTING COMMISSION**

22	General Fund--State Appropriation (FY 2011) . . . . .	\$610,000
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23 NEW SECTION. **Sec. 109. LEGISLATIVE AGENCIES.** In order to achieve  
24 operating efficiencies within the financial resources available to the  
25 legislative branch, the executive rules committee of the house of  
26 representatives and the facilities and operations committee of the  
27 senate by joint action may transfer funds among the house of  
28 representatives, senate, joint legislative audit and review committee,  
29 legislative evaluation and accountability program committee,  
30 legislative transportation committee, office of the state actuary,  
31 joint legislative systems committee, statute law committee, and  
32 redistricting commission.

1 NEW SECTION. **Sec. 110. FOR THE SUPREME COURT**

2 General Fund--State Appropriation (FY 2010) . . . . . \$6,912,000  
3 General Fund--State Appropriation (FY 2011) . . . . . \$6,948,000  
4 TOTAL APPROPRIATION . . . . . \$13,860,000

5 The appropriations in this section are subject to the following  
6 conditions and limitations: It is the intent of the legislature that  
7 the reductions in appropriations in this section shall be achieved, to  
8 the greatest extent possible, by reducing those state government  
9 administrative costs that do not affect direct client services or  
10 direct service delivery or programs. The agency shall, to the greatest  
11 extent possible, reduce spending in those areas that shall have the  
12 least impact on implementing its mission.

13 NEW SECTION. **Sec. 111. FOR THE LAW LIBRARY**

14 General Fund--State Appropriation (FY 2010) . . . . . \$1,924,000  
15 General Fund--State Appropriation (FY 2011) . . . . . \$1,922,000  
16 TOTAL APPROPRIATION . . . . . \$3,846,000

17 The appropriations in this section are subject to the following  
18 conditions and limitations: It is the intent of the legislature that  
19 the reductions in appropriations in this section shall be achieved, to  
20 the greatest extent possible, by reducing those state government  
21 administrative costs that do not affect direct client services or  
22 direct service delivery or programs. The agency shall, to the greatest  
23 extent possible, reduce spending in those areas that shall have the  
24 least impact on implementing its mission.

25 NEW SECTION. **Sec. 112. FOR THE COURT OF APPEALS**

26 General Fund--State Appropriation (FY 2010) . . . . . \$15,793,000  
27 General Fund--State Appropriation (FY 2011) . . . . . \$15,895,000  
28 TOTAL APPROPRIATION . . . . . \$31,688,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: It is the intent of the legislature that  
31 the reductions in appropriations in this section shall be achieved, to  
32 the greatest extent possible, by reducing those state government  
33 administrative costs that do not affect direct client services or  
34 direct service delivery or programs. The agency shall, to the greatest

1 extent possible, reduce spending in those areas that shall have the  
2 least impact on implementing its mission.

3 NEW SECTION. **Sec. 113. FOR THE COMMISSION ON JUDICIAL CONDUCT**

4	General Fund--State Appropriation (FY 2010) . . . . .	\$1,032,000
5	General Fund--State Appropriation (FY 2011) . . . . .	\$1,082,000
6	TOTAL APPROPRIATION . . . . .	\$2,114,000

7 The appropriations in this section are subject to the following  
8 conditions and limitations: It is the intent of the legislature that  
9 the reductions in appropriations in this section shall be achieved, to  
10 the greatest extent possible, by reducing those state government  
11 administrative costs that do not affect direct client services or  
12 direct service delivery or programs. The agency shall, to the greatest  
13 extent possible, reduce spending in those areas that shall have the  
14 least impact on implementing its mission.

15 NEW SECTION. **Sec. 114. FOR THE ADMINISTRATOR FOR THE COURTS**

16	General Fund--State Appropriation (FY 2010) . . . . .	\$53,607,000
17	General Fund--State Appropriation (FY 2011) . . . . .	\$51,812,000
18	Judicial Information Systems Account--State	
19	Appropriation . . . . .	\$29,676,000
20	Judicial Stabilization Trust Account--State	
21	Appropriation . . . . .	\$6,598,000
22	TOTAL APPROPRIATION . . . . .	\$141,693,000

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

25 (1) \$1,800,000 of the general fund--state appropriation for fiscal  
26 year 2010 and \$1,800,000 of the general fund--state appropriation for  
27 fiscal year 2011 are provided solely for school districts for petitions  
28 to juvenile court for truant students as provided in RCW 28A.225.030  
29 and 28A.225.035. The office of the administrator for the courts shall  
30 develop an interagency agreement with the superintendent of public  
31 instruction to allocate the funding provided in this subsection.  
32 Allocation of this money to school districts shall be based on the  
33 number of petitions filed. This funding includes amounts school  
34 districts may expend on the cost of serving petitions filed under RCW  
35 28A.225.030 by certified mail or by personal service or for the



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

3 (2)(a) \$8,252,000 of the general fund--state appropriation for  
4 fiscal year 2010 and \$8,253,000 of the general fund--state  
5 appropriation for fiscal year 2011 are provided solely for distribution  
6 to county juvenile court administrators to fund the costs of processing  
7 truancy, children in need of services, and at-risk youth petitions.  
8 The administrator for the courts, in conjunction with the juvenile  
9 court administrators, shall develop an equitable funding distribution  
10 formula. The formula shall neither reward counties with higher than  
11 average per-petition processing costs nor shall it penalize counties  
12 with lower than average per-petition processing costs.

13 (b) Each fiscal year during the 2009-11 fiscal biennium, each  
14 county shall report the number of petitions processed and the total  
15 actual costs of processing truancy, children in need of services, and  
16 at-risk youth petitions. Counties shall submit the reports to the  
17 administrator for the courts no later than 45 days after the end of the  
18 fiscal year. The administrator for the courts shall electronically  
19 transmit this information to the chairs and ranking minority members of  
20 the house of representatives appropriations committee and the senate  
21 ways and means committee no later than 60 days after a fiscal year  
22 ends. These reports are deemed informational in nature and are not for  
23 the purpose of distributing funds.

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

29 (4) \$5,700,000 of the judicial information systems account--state  
30 appropriation is provided solely for modernization and integration of  
31 the judicial information system.

32 (a) Of this amount, \$1,700,000 is for the development of a  
33 comprehensive enterprise-level information technology strategy and  
34 detailed business and operational plans in support of that strategy,  
35 and \$4,000,000 is to continue to modernize and integrate current  
36 systems and enhance case management functionality on an incremental  
37 basis.

1 (b) The amount provided in this subsection may not be expended  
2 without prior approval by the judicial information system committee and  
3 the information services board. The administrator shall regularly  
4 submit project plan updates for approval to the judicial information  
5 system committee and the information services board.

6 (c) The judicial information system committee and the information  
7 services board shall review project progress on a regular basis and may  
8 require quality assurance plans. The judicial information systems  
9 committee and the information services board shall provide a report to  
10 the appropriate committees of the legislature no later than November 1,  
11 2011, on the status of the judicial information system modernization  
12 and integration, and the consistency of the project with the state's  
13 architecture, infrastructure and statewide enterprise view of service  
14 delivery.

15 (5) \$3,000,000 of the judicial information systems account--state  
16 appropriation is provided solely for replacing computer equipment at  
17 state courts, and at state judicial agencies. The administrator for  
18 the courts shall prioritize equipment replacement purchasing and shall  
19 fund those items that are most essential or critical. By October 1,  
20 2010, the administrative office of the courts shall report to the  
21 appropriate legislative fiscal committees on expenditures for equipment  
22 under this subsection.

23 (6) \$12,000 of the judicial information systems account--state  
24 appropriation is provided solely to implement Engrossed Substitute  
25 House Bill No. 1954 (sealing juvenile records). If the bill is not  
26 enacted by June 30, 2009, the amount provided in this subsection shall  
27 lapse.

28 (7) \$106,000 of the general fund--state appropriation for fiscal  
29 year 2010 and \$106,000 of the general fund--state appropriation for  
30 fiscal year 2011 are provided solely for the twenty-third superior  
31 court judge position in Pierce county. The funds appropriated in this  
32 subsection shall be expended only if the judge is appointed and serving  
33 on the bench.

34 (8) It is the intent of the legislature that the reductions in  
35 appropriations in this section shall be achieved, to the greatest  
36 extent possible, by reducing those state government administrative  
37 costs that do not affect direct client services or direct service

1 delivery or programs. The agency shall, to the greatest extent  
2 possible, reduce spending in those areas that shall have the least  
3 impact on implementing its mission.

4 **Sec. 115.** 2009 c 4 s 113 (uncodified) is amended to read as  
5 follows:

6 **FOR THE OFFICE OF PUBLIC DEFENSE**

7	General Fund--State Appropriation (FY 2010) . . . . .	\$25,385,000
8	General Fund--State Appropriation (FY 2011) . . . . .	\$24,592,000
9	Judicial Stabilization Trust Account--State	
10	Appropriation . . . . .	\$2,923,000
11	TOTAL APPROPRIATION . . . . .	\$52,900,000

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

14 (1) It is the intent of the legislature that the reductions in  
15 appropriations in this section shall be achieved, to the greatest  
16 extent possible, by reducing those state government administrative  
17 costs that do not affect direct client services or direct service  
18 delivery or programs. The agency shall, to the greatest extent  
19 possible, reduce spending in those areas that shall have the least  
20 impact on implementing its mission.

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

23 NEW SECTION. **Sec. 116. FOR THE OFFICE OF CIVIL LEGAL AID**

24	General Fund--State Appropriation (FY 2010) . . . . .	\$11,175,000
25	General Fund--State Appropriation (FY 2011) . . . . .	\$11,105,000
26	Judicial Stabilization Trust Account--State	
27	Appropriation . . . . .	\$1,160,000
28	TOTAL APPROPRIATION . . . . .	\$23,440,000

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

31 (1) An amount not to exceed \$40,000 of the general fund--state  
32 appropriation for fiscal year 2010 and an amount not to exceed \$40,000  
33 of the general fund--state appropriation for fiscal year 2011 may be  
34 used to provide telephonic legal advice and assistance to otherwise  
35 eligible persons who are sixty years of age or older on matters

1 authorized by RCW 2.53.030(2) (a) through (k) regardless of household  
2 income or asset level.

3 (2) It is the intent of the legislature that the reductions in  
4 appropriations in this section shall be achieved, to the greatest  
5 extent possible, by reducing those state government administrative  
6 costs that do not affect direct client services or direct service  
7 delivery or programs. The agency shall, to the greatest extent  
8 possible, reduce spending in those areas that shall have the least  
9 impact on implementing its mission.

10 NEW SECTION. **Sec. 117. FOR THE OFFICE OF THE GOVERNOR**

11	General Fund--State Appropriation (FY 2010) . . . . .	\$5,880,000
12	General Fund--State Appropriation (FY 2011) . . . . .	\$5,876,000
13	Economic Development Strategic Reserve Account--State	
14	Appropriation . . . . .	\$1,500,000
15	TOTAL APPROPRIATION . . . . .	\$13,256,000

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

18 (1) \$1,500,000 of the economic development strategic reserve  
19 account appropriation is provided solely for efforts to assist with  
20 currently active industrial recruitment efforts that will bring new  
21 jobs to the state or will retain headquarter locations of major  
22 companies currently housed in the state.

23 (2)(a) Within the funds appropriated in this section, the governor  
24 shall convene a joint legislative and executive task force on coal  
25 fired power plants.

26 (i) The members of the task force shall consist of:

27 (A) One member from each of the major caucuses of the senate, or  
28 their designees, as appointed by the president of the senate;

29 (B) One member from each of the major caucuses of the house, or  
30 their designees, as appointed by the speaker of the house; and

31 (C) The governor's designee.

32 (ii) The task force shall be chaired by the governor's designee.

33 (iii) Staff from the state energy office at the department of  
34 community, trade, and economic development, the department of revenue,  
35 and from the legislature as available, shall support the task force.

36 (b) The task force shall evaluate alternatives for how existing

1 coal-fired power plants can meet the state's greenhouse gas emissions  
2 performance standard as required by Engrossed Second Substitute Senate  
3 Bill No. 5735.

4 (i) The task force shall review information on:

5 (A) The availability of alternative power production technologies;

6 (B) The timelines for planning, design, permitting, and  
7 construction of new power facilities;

8 (C) The construction and operation costs of alternatives; and

9 (D) Options for financing and cost recovery, including private  
10 joint ventures, government incentives, long-term purchase options,  
11 public power, and private-public partnerships.

12 (ii) The task force shall consider:

13 (A) the long-term needs for the supply of electricity in western  
14 Washington;

15 (B) The generation and transmission needs required to meet future  
16 supplies and sustain the electrical grid;

17 (C) Existing government incentives for power facilities; and

18 (D) Options for retaining jobs during a transition to cleaner  
19 energy facilities.

20 (iii) The task force shall identify barriers and opportunities for  
21 how existing coal-fired power plants can meet the state's emissions  
22 performance standard, and make recommendations for policies and  
23 incentives that could facilitate or accelerate meeting the requirements  
24 of Engrossed Second Substitute Senate Bill No. 5735.

25 (iv) The task force shall solicit information and advice from a  
26 broad range of experts, including representatives of:

27 (A) Coal-fired power plants in Washington state, and the coal-fired  
28 power industry;

29 (B) Clean energy industry associations;

30 (C) Public and investor-owned utilities that supply electricity;

31 (D) Financial institutions that invest in generation of  
32 electricity;

33 (E) Environmental groups that focus on clean energy;

34 (F) Federal and state agencies with jurisdiction or expertise in  
35 generation and distribution of electricity; and

36 (G) Others as needed.

37 (v) The governor shall invite representatives from the Bonneville

1 power administration and the Northwest power and conservation council  
2 to participate on the task force.

3 (4) By December 1, 2010, the task force shall submit a report to  
4 the governor and appropriate standing committees of the legislature,  
5 with recommendations for policies or incentives that would facilitate  
6 and accelerate the ability of existing coal-fired power plants to meet  
7 the state's greenhouse gas emissions performance standard. The task  
8 force recommendations must include timelines for interim decision  
9 points and other benchmarks needed to meet the requirements of  
10 Engrossed Second Substitute Senate Bill No. 5735 in an orderly fashion,  
11 including consideration of the following targets:

12 (a) By 2012, a determination of the potential for long-term  
13 sequestration of carbon emissions in geological formations near  
14 existing coal-fired power plants;

15 (b) By 2015, a determination of the feasibility for deploying  
16 large-scale capture and sequestration of greenhouse gas emissions, and  
17 if determined not feasible, what alternatives will be pursued to meet  
18 the performance standard; and

19 (c) By 2018, a decision on the type of clean energy facility needed  
20 to meet the state's emission performance standard, including actions  
21 taken by such date to ensure compliance with the standard in a timely  
22 fashion.

23 (5) By June 30, 2011, and every year thereafter, the department of  
24 community, trade, and economic development shall provide a progress  
25 report to the appropriate standing committees of the legislature on the  
26 actions undertaken pursuant to this section, including actions by the  
27 owner or operator of the coal-fired power plants to progress toward  
28 compliance with the state's emissions performance standard pursuant to  
29 Engrossed Second Substitute Senate Bill No. 5735.

30 NEW SECTION. **Sec. 118. FOR THE LIEUTENANT GOVERNOR**

31	General Fund--State Appropriation (FY 2010) . . . . .	\$770,000
32	General Fund--State Appropriation (FY 2011) . . . . .	\$788,000
33	General Fund--Private/Local Appropriation . . . . .	\$90,000
34	TOTAL APPROPRIATION . . . . .	\$1,648,000

35 NEW SECTION. **Sec. 119. FOR THE PUBLIC DISCLOSURE COMMISSION**

36	General Fund--State Appropriation (FY 2010) . . . . .	\$2,267,000
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1 General Fund--State Appropriation (FY 2011) . . . . . \$2,264,000  
 2 TOTAL APPROPRIATION . . . . . \$4,531,000

3 NEW SECTION. **Sec. 120. FOR THE SECRETARY OF STATE**

4 General Fund--State Appropriation (FY 2010) . . . . . \$21,370,000  
 5 General Fund--State Appropriation (FY 2011) . . . . . \$18,444,000  
 6 General Fund--Federal Appropriation . . . . . \$8,121,000  
 7 Archives and Records Management Account--State  
 8 Appropriation . . . . . \$8,863,000  
 9 Department of Personnel Service Account--State  
 10 Appropriation . . . . . \$760,000  
 11 Local Government Archives Account--State Appropriation . . \$11,777,000  
 12 Election Account--Federal Appropriation . . . . . \$29,715,000  
 13 TOTAL APPROPRIATION . . . . . \$99,050,000

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

16 (1) \$4,101,000 of the general fund--state appropriation for fiscal  
 17 year 2010 is provided solely to reimburse counties for the state's  
 18 share of primary and general election costs and the costs of conducting  
 19 mandatory recounts on state measures. Counties shall be reimbursed  
 20 only for those odd-year election costs that the secretary of state  
 21 validates as eligible for reimbursement.

22 (2)(a) \$1,897,000 of the general fund--state appropriation for  
 23 fiscal year 2010 and \$2,076,000 of the general fund--state  
 24 appropriation for fiscal year 2011 are provided solely for contracting  
 25 with a nonprofit organization to produce gavel-to-gavel television  
 26 coverage of state government deliberations and other events of  
 27 statewide significance during the 2009-2011 biennium. The funding  
 28 level for each year of the contract shall be based on the amount  
 29 provided in this subsection. The nonprofit organization shall be  
 30 required to raise contributions or commitments to make contributions,  
 31 in cash or in kind, in an amount equal to forty percent of the state  
 32 contribution. The office of the secretary of state may make full or  
 33 partial payment once all criteria in this subsection have been  
 34 satisfactorily documented.

35 (b) The legislature finds that the commitment of on-going funding  
 36 is necessary to ensure continuous, autonomous, and independent coverage

1 of public affairs. For that purpose, the secretary of state shall  
2 enter into a contract with the nonprofit organization to provide public  
3 affairs coverage.

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

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

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

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

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

19 (3) The appropriations in this section are based upon savings  
20 assumed from the implementation of Senate Bill No. 6122 (election  
21 costs).

22 (4) The secretary of state shall not reduce the services provided  
23 by the talking book and Braille library below the service level  
24 provided in fiscal year 2008.

25 (5) In implementing budget reductions, the office of the secretary  
26 of state must make its first priority to maintain funding for the  
27 elections division.

28 NEW SECTION. **Sec. 121. FOR THE GOVERNOR'S OFFICE OF INDIAN**  
29 **AFFAIRS**

30	General Fund--State Appropriation (FY 2010) . . . . .	\$266,000
31	General Fund--State Appropriation (FY 2011) . . . . .	\$276,000
32	TOTAL APPROPRIATION . . . . .	\$542,000

33 The appropriations in this section are subject to the following  
34 conditions and limitations: The office shall assist the department of  
35 personnel on providing the government-to-government training sessions  
36 for federal, state, local, and tribal government employees. The  
37 training sessions shall cover tribal historical perspectives, legal



1 issues, tribal sovereignty, and tribal governments. Costs of the  
2 training sessions shall be recouped through a fee charged to the  
3 participants of each session. The department of personnel shall be  
4 responsible for all of the administrative aspects of the training,  
5 including the billing and collection of the fees for the training.

6 NEW SECTION. **Sec. 122. FOR THE COMMISSION ON ASIAN PACIFIC**  
7 **AMERICAN AFFAIRS**

8	General Fund--State Appropriation (FY 2010) . . . . .	\$236,000
9	General Fund--State Appropriation (FY 2011) . . . . .	\$224,000
10	TOTAL APPROPRIATION . . . . .	\$460,000

11 NEW SECTION. **Sec. 123. FOR THE STATE TREASURER**

12	State Treasurer's Service Account--State	
13	Appropriation . . . . .	\$14,802,000

14 NEW SECTION. **Sec. 124. FOR THE STATE AUDITOR**

15	General Fund--State Appropriation (FY 2010) . . . . .	\$722,000
16	General Fund--State Appropriation (FY 2011) . . . . .	\$729,000
17	State Auditing Services Revolving	
18	Account--State Appropriation . . . . .	\$12,061,000
19	TOTAL APPROPRIATION . . . . .	\$13,512,000

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

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

27 (2) \$722,000 of the general fund--state appropriation for fiscal  
28 year 2010 and \$729,000 of the general fund--state appropriation for  
29 fiscal year 2011 are provided solely for staff and related costs to  
30 verify the accuracy of reported school district data submitted for  
31 state funding purposes; conduct school district program audits of state  
32 funded public school programs; establish the specific amount of state  
33 funding adjustments whenever audit exceptions occur and the amount is  
34 not firmly established in the course of regular public school audits;

1 and to assist the state special education safety net committee when  
2 requested.

3 (3) By November 1 of each fiscal year of the 2009-11 biennium, the  
4 state auditor shall report to the senate and house of representatives  
5 committees on ways and means on state expenditure savings achieved from  
6 the implementation of performance audits conducted by the state  
7 auditor. It is the intent of the legislature to reduce the 2009-11  
8 legislative transfers from the performance audits of government  
9 accounts to recognize actual reductions achieved in expenditures from  
10 the state treasury as a result of these performance audits.

11 NEW SECTION. **Sec. 125. FOR THE CITIZENS' COMMISSION ON SALARIES**  
12 **FOR ELECTED OFFICIALS**

13	General Fund--State Appropriation (FY 2010) . . . . .	\$171,000
14	General Fund--State Appropriation (FY 2011) . . . . .	\$212,000
15	TOTAL APPROPRIATION . . . . .	\$383,000

16 NEW SECTION. **Sec. 126. FOR THE ATTORNEY GENERAL**

17	General Fund--State Appropriation (FY 2010) . . . . .	\$5,325,000
18	General Fund--State Appropriation (FY 2011) . . . . .	\$5,654,000
19	General Fund--Federal Appropriation . . . . .	\$4,026,000
20	New Motor Vehicle Arbitration Account--State	
21	Appropriation . . . . .	\$1,346,000
22	Legal Services Revolving Account--State	
23	Appropriation . . . . .	\$221,515,000
24	Tobacco Prevention and Control Account--State	
25	Appropriation . . . . .	\$270,000
26	TOTAL APPROPRIATION . . . . .	\$238,136,000

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

29 (1) The attorney general shall report each fiscal year on actual  
30 legal services expenditures and actual attorney staffing levels for  
31 each agency receiving legal services. The report shall be submitted to  
32 the office of financial management and the fiscal committees of the  
33 senate and house of representatives no later than ninety days after the  
34 end of each fiscal year. As part of its by agency report to the  
35 legislative fiscal committees and the office of financial management,

1 the office of the attorney general shall include information detailing  
2 the agency's expenditures for its agency-wide overhead and a breakdown  
3 by division of division administration expenses.

4 (2) Prior to entering into any negotiated settlement of a claim  
5 against the state that exceeds five million dollars, the attorney  
6 general shall notify the director of financial management and the  
7 chairs of the senate committee on ways and means and the house of  
8 representatives committee on ways and means.

9 (3) The office of the attorney general is authorized to expend  
10 \$2,100,000 from the Zyprexa and other cy pres awards towards consumer  
11 protection costs in accordance with uses authorized in the court  
12 orders.

13 (4) The attorney general shall annually report to the fiscal  
14 committees of the legislature all new cy pres awards and settlements  
15 and all new accounts, disclosing their intended uses, balances, the  
16 nature of the claim or account, proposals, and intended timeframes for  
17 the expenditure of each amount. The report shall be distributed  
18 electronically and posted on the attorney general's web site. The  
19 report shall not be printed on paper or distributed physically.

20 (5) \$40,000 of the fiscal year 2010 general fund--state  
21 appropriation and \$40,000 of the fiscal year 2011 general fund--state  
22 appropriation are provided solely to implement Second Substitute Senate  
23 Bill No. 5850 (human trafficking violations). If the bill is not  
24 enacted by June 30, 2009, the amounts provided in this subsection shall  
25 lapse.

26 **NEW SECTION. Sec. 127. FOR THE CASELOAD FORECAST COUNCIL**

27	General Fund--State Appropriation (FY 2010) . . . . .	\$779,000
28	General Fund--State Appropriation (FY 2011) . . . . .	\$772,000
29	TOTAL APPROPRIATION . . . . .	\$1,551,000

30 The appropriations in this section are subject to the following  
31 conditions and limitations: \$13,000 of the general fund--state  
32 appropriation for fiscal year 2010 and \$7,000 of the general fund--  
33 state appropriation for fiscal year 2011 are for the implementation of  
34 Second Substitute House Bill No. 2106 (improving child welfare outcomes  
35 through the phased implementation of strategic and proven reforms). If  
36 the bill is not enacted by June 30, 2009, the amounts provided in this  
37 subsection shall lapse.

NEW SECTION. **Sec. 128. FOR THE DEPARTMENT OF COMMUNITY, TRADE,  
AND ECONOMIC DEVELOPMENT**

3	General Fund--State Appropriation (FY 2010) . . . . .	\$51,240,000
4	General Fund--State Appropriation (FY 2011) . . . . .	\$51,938,000
5	General Fund--Federal Appropriation . . . . .	\$384,540,000
6	General Fund--Private/Local Appropriation . . . . .	\$16,266,000
7	Public Works Assistance Account--State Appropriation . . . . .	\$2,990,000
8	Tourism Development and Promotion Account--State	
9	Appropriation . . . . .	\$1,003,000
10	Drinking Water Assistance Administrative	
11	Account--State Appropriation . . . . .	\$439,000
12	Lead Paint Account--State Appropriation . . . . .	\$18,000
13	Building Code Council Account--State Appropriation . . . . .	\$1,286,000
14	Home Security Fund Account--State Appropriation . . . . .	\$23,498,000
15	Affordable Housing for All Account--State Appropriation . . . . .	\$11,900,000
16	Washington Auto Theft Prevention Authority	
17	Account--State Appropriation . . . . .	\$300,000
18	Independent Youth Housing Account--State Appropriation . . . . .	\$80,000
19	Community Preservation and Development Authority	
20	Account--State Appropriation . . . . .	\$350,000
21	Financial Fraud and Identity Theft Crimes Investigation	
22	and Prosecution Account--State Appropriation . . . . .	\$1,166,000
23	Low-Income Weatherization Assistance Account--State	
24	Appropriation . . . . .	\$8,382,000
25	Manufacturing Innovation and Modernization	
26	Account--State Appropriation . . . . .	\$246,000
27	Community and Economic Development Fee	
28	Account--State Appropriation . . . . .	\$1,833,000
29	Washington Housing Trust Account--State Appropriation . . . . .	\$15,372,000
30	Public Facility Construction Loan Revolving	
31	Account--State Appropriation . . . . .	\$755,000
32	TOTAL APPROPRIATION . . . . .	\$573,602,000

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

- (1) \$2,520,000 of the general fund--state appropriation for fiscal year 2010 and \$2,521,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for a contract with the Washington

1 technology center for work essential to the mission of the Washington  
2 technology center and conducted in partnership with universities.

3 (2) Repayments of outstanding loans granted under RCW 43.63A.600,  
4 the mortgage and rental assistance program, shall be remitted to the  
5 department, including any current revolving account balances. The  
6 department shall collect payments on outstanding loans, and deposit  
7 them into the state general fund. Repayments of funds owed under the  
8 program shall be remitted to the department according to the terms  
9 included in the original loan agreements.

10 (3) \$100,000 of the general fund--state appropriation for fiscal  
11 year 2010 and \$100,000 of the general fund--state appropriation for  
12 fiscal year 2011 are provided solely to implement section 2(7) of  
13 Engrossed Substitute House Bill No. 1959 (land use and transportation  
14 planning for marine container ports).

15 (4) \$102,000 of the building code council account--state  
16 appropriation is provided solely for the implementation of sections 3  
17 and 7 of Engrossed Second Substitute Senate Bill No. 5854 (built  
18 environment pollution). If sections 3 and 7 of the bill are not  
19 enacted by June 30, 2009, the amounts provided in this subsection shall  
20 lapse.

21 (5)(a) \$10,500,000 of the general fund--federal appropriation is  
22 provided for training and technical assistance associated with low  
23 income weatherization programs. Subject to federal requirements, the  
24 department shall provide: (i) Up to \$4,000,000 to the state board for  
25 community and technical colleges to provide workforce training related  
26 to weatherization and energy efficiency; (ii) up to \$3,000,000 to the  
27 Bellingham opportunity council to provide workforce training related to  
28 energy efficiency and weatherization; and (iii) up to \$3,500,000 to  
29 community-based organizations and to community action agencies  
30 consistent with the provisions of Engrossed Second Substitute House  
31 Bill No. 2227 (evergreen jobs act). Any funding remaining shall be  
32 expended in project 91000013, weatherization, in the omnibus capital  
33 appropriations act, Substitute House Bill No. 1216 (capital budget).

34 (b) \$6,787,000 of the general fund--federal appropriation is  
35 provided solely for the state energy program, including not less than  
36 \$5,000,000 to provide credit enhancements consistent with the  
37 provisions of Engrossed Second Substitute Senate Bill No. 5649 (energy  
38 efficiency in buildings).

1 (c) Of the general fund--federal appropriation the department shall  
2 provide: \$14,500,000 to the Washington State University for the  
3 purpose of making grants for pilot projects providing community-wide  
4 urban, residential, and commercial energy efficiency upgrades  
5 consistent with the provisions of Engrossed Second Substitute Senate  
6 Bill No. 5649 (energy efficiency in buildings); \$500,000 to Washington  
7 State University to conduct farm energy assessments. In contracting  
8 with the Washington State University for the provision of these  
9 services, the total administration of Washington State University and  
10 the department shall not exceed 3 percent of the amounts provided.

11 (d) \$38,500,000 of the general fund--federal appropriation is  
12 provided for deposit in the energy recovery act account to establish a  
13 revolving loan program, consistent with the provisions of Engrossed  
14 Substitute House Bill No. 2289 (expanding energy freedom program).

15 (e) \$10,646,000 of the general fund--federal appropriation is  
16 provided pursuant to the energy efficiency and conservation block grant  
17 under the American reinvestment and recovery act. The department may  
18 use up to \$3,000,000 of the amount provided in this subsection to  
19 provide technical assistance for energy programs administered by the  
20 agency under the American reinvestment and recovery act.

21 (6) \$14,000 of the general fund--state appropriation for fiscal  
22 year 2010 is provided solely for the implementation of Engrossed Second  
23 Substitute Senate Bill No. 5560 (state agency climate leadership). If  
24 the bill is not enacted by June 30, 2009, the amount provided in this  
25 subsection shall lapse.

26 (7) \$22,000 of the general fund--state appropriation for fiscal  
27 year 2010 and \$20,000 of the general fund--state appropriation for  
28 fiscal year 2011 are provided solely for the implementation of  
29 Engrossed Second Substitute Senate Bill No. 5560 (agency climate  
30 leadership). If the bill is not enacted by June 30, 2009, the amounts  
31 provided in this subsection shall lapse.

32 (8) Associate development organizations receiving funding through  
33 the appropriations in this section shall work with the community and  
34 technical colleges to better align workforce and economic development  
35 programs within industry clusters identified by the associate  
36 development associations as necessary to deploy funds in response to  
37 high-demand fields and consistent with Engrossed Second Substitute  
38 Senate Bill No. 5809 (revising unemployment compensation and workforce

1 training provisions). The workforce programs should be consistent with  
2 industry clusters identified by the associate development organization  
3 and approved by a private industry partner within the industry cluster.

4 (9) \$22,400,000 of the general fund--federal appropriation is  
5 provided solely for the justice assistance grant program and is  
6 contingent upon the department transferring: \$1,200,000 to the  
7 department of corrections for security threat mitigation, \$2,336,000 to  
8 the department of corrections for offender reentry, \$1,960,000 to the  
9 Washington state patrol for law enforcement activities, \$2,087,000 to  
10 the department of social and health services, division of alcohol and  
11 substance abuse for drug courts, and \$428,000 to the department of  
12 social and health services for sex abuse recognition training. The  
13 remaining funds shall be distributed by the department to local  
14 jurisdictions.

15 (10) \$20,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$20,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for a grant to KCTS public  
18 television to support Spanish language programming and the V-me Spanish  
19 language channel.

20 (11) \$500,000 of the general fund--state appropriation for fiscal  
21 year 2010 and \$500,000 of the general fund--state appropriation for  
22 fiscal year 2011 are provided solely for a grant to resolution  
23 Washington to building statewide capacity for alternative dispute  
24 resolution centers and dispute resolution programs that guarantee that  
25 citizens have access to low-cost resolution as an alternative to  
26 litigation.

27 (12) \$76,000 of the general fund--state appropriation for fiscal  
28 year 2010 is provided solely for implementation of Engrossed Substitute  
29 Senate Bill No. 5840 (energy independence). If the bill is not enacted  
30 by June 30, 2009, the amount provided in this subsection shall lapse.

31 (13) \$30,000 of the general fund--state appropriation for fiscal  
32 year 2010 is provided solely for implementation of Engrossed Second  
33 Substitute Senate Bill No. 6015 (commercialization of technology). If  
34 the bill is not enacted by June 30, 2009, the amount provided in this  
35 subsection shall lapse.

36 (14) By June 30, 2011, the department shall request information  
37 that describes what jurisdictions have adopted, or are in the process  
38 of adopting, plans that address RCW 36.70A.020 and helps achieve the

1 greenhouse gas emission reductions established in RCW 70.235.020. This  
2 information request in this subsection applies to jurisdictions that  
3 are required to review and if necessary revise their comprehensive  
4 plans by December 1, 2011, in accordance with RCW 36.70A.130.

5 (15) During the 2009-11 fiscal biennium, the department shall allot  
6 all of its appropriations subject to allotment by object, account, and  
7 expenditure authority code to conform with the office of financial  
8 management's definition of an option 2 allotment. For those funds  
9 subject to allotment but not appropriation, the agency shall submit  
10 option 2 allotments to the office of financial management.

11 (16) A county receiving funds pursuant to RCW 36.22.178, 36.22.179,  
12 and 36.22.1791, shall, within that funding:

13 (a) Beginning July 1, 2009, include a life-cycle cost analysis  
14 program as one of the criteria in deciding which proposals to award  
15 funds. "Life-cycle cost analysis" means an analysis of the total  
16 discounted dollar cost of owning, operating, maintaining, and disposing  
17 of a building or building system to compare the cost of capital  
18 developments to vouchers, and to compare the cost of two or more  
19 competing development proposals.

20 (b) By September 30, 2009, and September 30, 2010, submit to the  
21 department of community, trade, and economic development a report  
22 describing the distribution of the funds. The report shall include:

23 (i) A description of the process used by the county for allocating  
24 funds;

25 (ii) The use of funds including, but not limited to, housing  
26 vouchers, program services, and housing projects; and

27 (iii) The criteria used for making funding allocation decisions.

28 (c) By December 1st of each year, the department of community,  
29 trade, and economic development shall prepare a report to the  
30 legislature and the office of financial management compiling the  
31 reports submitted under (b) of this subsection. For the funds  
32 collected under RCW 36.22.178, 36.22.179, and 36.22.1791, and allocated  
33 by the department to entities other than counties, this report must  
34 also include:

35 (i) A description of the process used by the department for  
36 allocating funds;

37 (ii) The use of funds including, but not limited to, housing  
38 vouchers, program services, and housing projects; and



1 (iii) The criteria used for making funding allocation decisions.

2 (17) \$50,000 of the general fund--state appropriation for fiscal  
3 year 2010 and \$50,000 of the general fund--state appropriation for  
4 fiscal year 2011 are provided solely for a grant for the state's  
5 participation in the Pacific Northwest economic region.

6 (18) The Washington state economic development commission shall  
7 review existing state infrastructure programs which are focused on  
8 economic development and provide analysis, findings, and  
9 recommendations to the legislature and governor on preferred policy  
10 priorities and funding options for existing programs and possible  
11 revised or new programs to best ensure successful state economic  
12 efforts which are: (a) Aligned with the state's comprehensive plan for  
13 economic development; (b) responding to emerging economic conditions  
14 and opportunities; (c) improving local capacity; (d) maximizing results  
15 through partnerships and leveraging private capital; and (e) providing  
16 accountability to the public, the executive branch, and the legislative  
17 branch. The commission shall submit its report to the governor and the  
18 legislature by December 1, 2009.

19 (19) \$712,000 of the general fund--state appropriation for fiscal  
20 year 2010 and \$712,000 of the general fund--state appropriation for  
21 fiscal year 2011 are provided solely to the office of crime victims  
22 advocacy. These funds shall be contracted with the 39 county  
23 prosecuting attorneys' offices to support victim-witness services. The  
24 funds must be prioritized to ensure a full-time victim-witness  
25 coordinator in each county. The office may retain only the amount  
26 currently allocated for this activity for administrative costs.

27 (20) \$306,000 of the general fund--state appropriation for fiscal  
28 year 2010 and \$306,000 of the general fund--state appropriation for  
29 fiscal year 2011 are provided solely for a grant to the retired senior  
30 volunteer program.

31 (21) \$65,000 of the general fund--state appropriation for fiscal  
32 year 2010 and \$65,000 of the general fund--state appropriation for  
33 fiscal year 2011 are provided solely for a contract with a food  
34 distribution program for communities in the southwestern portion of the  
35 state and for workers impacted by timber and salmon fishing closures  
36 and reductions. The department may not charge administrative overhead  
37 or expenses to the funds provided in this subsection.

1 (22) \$371,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$371,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely to the northwest agriculture  
4 business center.

5 (23) The department shall administer its growth management act  
6 technical assistance so that smaller cities receive proportionately  
7 more assistance than larger cities or counties. Pass-through grants  
8 shall continue to be funded under 2007-09 policy.

9 (24) \$212,000 of the general fund--federal appropriation is  
10 provided solely for implementation of Second Substitute House Bill No.  
11 1172 (development rights transfer). If the bill is not enacted by June  
12 30, 2009, the amount provided in this subsection shall lapse.

13 (25) \$24,000 of the general fund--state appropriation for fiscal  
14 year 2010 is provided solely for implementation of Second Substitute  
15 House Bill No. 1797 (rural and resource lands study). If the bill is  
16 not enacted by June 30, 2009, the amount provided in this subsection  
17 shall lapse.

18 (26) \$69,000 of the general fund--state appropriation for fiscal  
19 year 2010 and \$66,000 of the general fund--state appropriation for  
20 fiscal year 2011 are provided solely for implementation of Engrossed  
21 Second Substitute House Bill No. 2227 (evergreen jobs act). If the  
22 bill is not enacted by June 30, 2009, the amounts provided in this  
23 subsection shall lapse.

24 (27) \$350,000 of the community development and preservation  
25 authority account--state appropriation is provided solely for a grant  
26 to a community development authority established under chapter 43.167  
27 RCW. The community preservation and development's board of directors  
28 may contract with nonprofit community organizations to aid in  
29 mitigating the effects of increased public impact on urban  
30 neighborhoods due to events in stadia that have a capacity of over  
31 50,000 spectators.

32 (28) \$300,000 of the Washington auto theft prevention authority  
33 account--state appropriation is provided solely for a contract with a  
34 community group to build local community capacity and economic  
35 development within the state by strengthening political relationships  
36 between economically distressed communities and governmental  
37 institutions. The community group shall identify opportunities for  
38 collaboration and initiate activities and events that bring community

1 organizations, local governments, and state agencies together to  
2 address the impacts of poverty, political disenfranchisement, and  
3 economic inequality on communities of color. These funds must be  
4 matched by other nonstate sources on an equal basis.

5 (29) \$1,800,000 of the home security fund--state appropriation is  
6 provided for transitional housing assistance or partial payments for  
7 rental assistance under the independent youth housing program.

8 (30) \$5,000,000 of the home security fund--state appropriation is  
9 provided solely for the operation, repair, and staffing of shelters in  
10 the homeless family shelter program.

11 NEW SECTION. **Sec. 129. FOR THE ECONOMIC AND REVENUE FORECAST**  
12 **COUNCIL**

13	General Fund--State Appropriation (FY 2010) . . . . .	\$727,000
14	General Fund--State Appropriation (FY 2011) . . . . .	\$793,000
15	TOTAL APPROPRIATION . . . . .	\$1,520,000

16 NEW SECTION. **Sec. 130. FOR THE OFFICE OF FINANCIAL MANAGEMENT**

17	General Fund--State Appropriation (FY 2010) . . . . .	\$22,163,000
18	General Fund--State Appropriation (FY 2011) . . . . .	\$20,792,000
19	General Fund--Federal Appropriation . . . . .	\$23,597,000
20	General Fund--Private/Local Appropriation . . . . .	\$1,270,000
21	State Auditing Services Revolving	
22	Account--State Appropriation . . . . .	\$25,000
23	Economic Development Strategic Reserve Account--	
24	State Appropriation . . . . .	\$280,000
25	TOTAL APPROPRIATION . . . . .	\$68,127,000

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

28 (1) \$188,000 of the general fund--state appropriation for fiscal  
29 year 2010 is provided solely for the implementation of Second  
30 Substitute Senate Bill No. 5945 (Washington health partnership plan).

31 If the bill is not enacted by June 30, 2009, the amount provided in  
32 this subsection shall lapse.

33 (2) \$542,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$542,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for the implementation of

1 Engrossed Senate Bill No. 6048 (state's education system). If the bill  
2 is not enacted by June 30, 2009, the accounts provided in this  
3 subsection shall lapse.

4 (3) The office of financial management shall conduct a study on  
5 alternatives for consolidating or transferring activities and  
6 responsibilities of the state lottery commission, state horse racing  
7 commission, state liquor control board, and the state gambling  
8 commission to achieve cost savings and regulatory efficiencies. In  
9 conducting the study, the office of financial management shall consult  
10 with the legislative fiscal committees. Further, the office of  
11 financial management shall establish an advisory group to include, but  
12 not be limited to, representatives of affected businesses, state  
13 agencies or entities, local governments, and stakeholder groups. The  
14 office of financial management shall submit a final report to the  
15 governor and the legislative fiscal committees by November 15, 2009.

16 (4) \$500,000 of the general fund--state appropriation for fiscal  
17 year 2010 is provided solely for a study of the feasibility of closing  
18 state institutional facilities and a plan on eliminating beds in the  
19 state institutional facility inventory. The office of financial  
20 management shall contract with consultants with expertise related to  
21 the subject matters included in this study. The office of financial  
22 management and the consultants shall consult with the department of  
23 social and health services, the department of corrections, stakeholder  
24 groups that represent the people served in these institutions, labor  
25 organizations that represent employees who work in these institutions  
26 and other persons or entities with expertise in the areas being  
27 studied.

28 (a) For the purposes of this study, "state institutional  
29 facilities" means facilities operated by the department of corrections  
30 to house persons convicted of a criminal offense, Green Hill school and  
31 Maple Lane school operated by the department of social and health  
32 services juvenile rehabilitation administration, and residential  
33 habilitation centers operated by the department of social and health  
34 services.

35 (b) In conducting this study, the consultants shall consider the  
36 following factors as appropriate:

37 (i) The availability of alternate facilities including alternatives

1 and opportunities for consolidation with other facilities, impacts on  
2 those alternate facilities, and any related capital costs;

3 (ii) The cost of operating the facility, including the cost of  
4 providing services and the cost of maintaining or improving the  
5 physical plant of the facility;

6 (iii) The geographic factors associated with the facility,  
7 including the impact of the facility on the local economy and the  
8 economic impact of its closure, and alternative uses for a facility  
9 recommended for closure;

10 (iv) The costs associated with closing the facility, including the  
11 continuing costs following the closure of the facility;

12 (v) Number and type of staff and the impact on the facility staff  
13 including other employment opportunities if the facility is closed;

14 (vi) The savings that will accrue to the state from closure or  
15 consolidation of a facility and the impact any closure would have on  
16 funding the associated services; and

17 (vii) For the residential habilitation centers, the impact on  
18 clients in the facility being recommended for closure and their  
19 families, including ability to get alternate services and impact on  
20 being moved to another facility.

21 (c) The office of financial management shall submit a final report  
22 to the governor and the ways and means committees of the house of  
23 representatives and senate by November 1, 2009. The report shall  
24 provide a recommendation and a plan to eliminate 1,580 beds in the  
25 department of corrections facilities, 235 beds from juvenile  
26 rehabilitation facilities, and 250 funded beds in the residential  
27 habilitation centers through closure or consolidation of facilities.  
28 The report shall include an assessment of each facility studied, where  
29 and how the services should be provided, and any costs or savings  
30 associated with each recommendation. In considering the  
31 recommendations of the report, the governor and the legislature shall  
32 not consider closure of any state institutional facility unless the  
33 report recommended the facility for closure.

34 NEW SECTION. **Sec. 131. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**  
35 Administrative Hearings Revolving  
36 Account--State Appropriation . . . . . \$33,473,000

1        NEW SECTION.    **Sec. 132. FOR THE DEPARTMENT OF PERSONNEL**

2    Department of Personnel Service Account--State

3        Appropriation . . . . . \$22,025,000

4    Higher Education Personnel Services Account--State

5        Appropriation . . . . . \$1,716,000

6            TOTAL APPROPRIATION . . . . . \$23,741,000

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

18        NEW SECTION.    **Sec. 133. FOR THE WASHINGTON STATE LOTTERY**

19    Lottery Administrative Account--State Appropriation . . . . \$27,776,000

20        NEW SECTION.    **Sec. 134. FOR THE COMMISSION ON HISPANIC AFFAIRS**

21    General Fund--State Appropriation (FY 2010) . . . . . \$253,000

22    General Fund--State Appropriation (FY 2011) . . . . . \$260,000

23            TOTAL APPROPRIATION . . . . . \$513,000

24        NEW SECTION.    **Sec. 135. FOR THE COMMISSION ON AFRICAN-AMERICAN**  
25    **AFFAIRS**

26    General Fund--State Appropriation (FY 2010) . . . . . \$243,000

27    General Fund--State Appropriation (FY 2011) . . . . . \$244,000

28            TOTAL APPROPRIATION . . . . . \$487,000

29        NEW SECTION.    **Sec. 136. FOR THE DEPARTMENT OF RETIREMENT**  
30    **SYSTEMS--OPERATIONS**

31    Department of Retirement Systems Expense

32        Account--State Appropriation . . . . . \$49,504,000

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

1 (1) \$148,000 of the department of retirement systems--state  
2 appropriation is provided solely for the administrative costs  
3 associated with implementation of Senate Bill No. 5303 (transferring  
4 members of retirement systems). If the bill is not enacted by June 30,  
5 2009, the amount provided in this subsection shall lapse.

6 (2) \$66,000 of the department of retirement systems expense  
7 account--state appropriation is provided for the department of  
8 retirement systems to make revisions to various administrative  
9 processes as necessary to implement Engrossed Second Substitute Senate  
10 Bill No. 5688 (registered domestic partners). If the bill is not  
11 enacted by June 30, 2009, the amount provided in this subsection shall  
12 lapse.

13 (3) \$12,000 of the department of retirement systems--state  
14 appropriation is provided solely for the administrative costs  
15 associated with implementation of Senate Bill No. 5542 or House Bill  
16 No. 1678 (minimum disability benefits). If neither bill is enacted by  
17 June 30, 2009, the amount provided in this subsection shall lapse.

18 (4) \$45,000 of the department of retirement systems expense  
19 account--state appropriation is provided solely to implement Engrossed  
20 Substitute House Bill No. 1445 (Washington state patrol retirement  
21 system domestic partners). If the bill is not enacted by June 30,  
22 2009, the amount provided in this subsection shall lapse.

23 (5) \$45,000 of the department of retirement systems expense  
24 account--state appropriation is provided solely to implement Engrossed  
25 House Bill No. 1616 (law enforcement officers' and firefighters'  
26 retirement system plan 2 domestic partners). If the bill is not  
27 enacted by June 30, 2009, the amount provided in this subsection shall  
28 lapse.

29 (6) \$56,000 of the department of retirement systems expense  
30 account--state appropriation is provided solely to implement House Bill  
31 No. 1548 (military service credit purchases). If the bill is not  
32 enacted by June 30, 2009, the amount provided in this subsection shall  
33 lapse.

34 (7) \$35,000 of the department of retirement systems expense  
35 account--state appropriation is provided solely to implement Substitute  
36 House Bill No. 1953 (department of fish and wildlife enforcement  
37 officers' past service credit). If the bill is not enacted by June 30,  
38 2009, the amount provided in this subsection shall lapse.

**NEW SECTION. Sec. 137. FOR THE DEPARTMENT OF REVENUE**

1		
2	General Fund--State Appropriation (FY 2010) . . . . .	\$109,412,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$108,505,000
4	Timber Tax Distribution Account--State Appropriation . . . . .	\$5,904,000
5	Waste Reduction/Recycling/Litter	
6	Control--State Appropriation . . . . .	.\$130,000
7	Waste Tire Removal Account--State Appropriation . . . . .	\$2,000
8	Real Estate Excise Tax Grant Account--State	
9	Appropriation . . . . .	\$1,050,000
10	State Toxics Control Account--State Appropriation . . . . .	\$87,000
11	Oil Spill Prevention Account--State Appropriation . . . . .	\$19,000
12	TOTAL APPROPRIATION . . . . .	\$225,109,000

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

15 (1) \$469,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$374,000 of the general fund--state appropriation for  
17 fiscal year 2011 are for the implementation of Substitute Senate Bill  
18 No. 5368 (annual property revaluation). If the bill is not enacted by  
19 June 30, 2009, the amounts in this subsection shall lapse.

20 (2) \$5,453,000 of the general fund--state appropriation for fiscal  
21 year 2010 and \$5,242,000 of the general fund--state appropriation for  
22 fiscal year 2011 are for the implementation of revenue enhancement  
23 strategies. The strategies must include increased out-of-state  
24 auditing and compliance, the purchase of third party data sources for  
25 enhanced audit selection, and increased traditional auditing and  
26 compliance efforts.

27 (3) \$3,127,000 of the general fund--state appropriation for fiscal  
28 year 2010 and \$1,737,000 of the general fund--state appropriation for  
29 fiscal year 2011 are for the implementation of Senate Bill No. 6173  
30 (sales tax compliance). If the bill is not enacted by June 30, 2009,  
31 the amounts provided in this subsection shall lapse.

32 (4) \$97,000 of the general fund--state appropriation for fiscal  
33 year 2010 is for the implementation of Substitute House Bill No. 1597  
34 (tax administration). If the bill is not enacted by June 30, 2009, the  
35 amount provided in this subsection shall lapse.

**NEW SECTION. Sec. 138. FOR THE STATE INVESTMENT BOARD**

36 State Investment Board Expense Account--State  
37



1 Appropriation . . . . . \$29,581,000

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

4 (1) \$2,471,000 of the state investment board expense account--state  
5 appropriation is provided solely for development of a risk management  
6 information system, with the intent that further expenditures for this  
7 project be made only by appropriation.

8 (2) The state investment board shall include funding for any future  
9 salary increases authorized under RCW 43.33A.100 in the agency's budget  
10 request submitted in accordance with chapter 43.88 RCW in advance of  
11 granting related salary increases. The biennial salary survey required  
12 under RCW 43.33A.100 shall also be provided to the office of financial  
13 management and to the fiscal committees of the legislature as part of  
14 the state investment board's biennial budget submittal, and shall  
15 include the total amount of compensation increases proposed, as well as  
16 recommended salary ranges.

17 NEW SECTION. **Sec. 139. FOR THE BOARD OF TAX APPEALS**

18 General Fund--State Appropriation (FY 2010) . . . . . \$1,364,000  
19 General Fund--State Appropriation (FY 2011) . . . . . \$1,368,000  
20 TOTAL APPROPRIATION . . . . . \$2,732,000

21 NEW SECTION. **Sec. 140. FOR THE MUNICIPAL RESEARCH COUNCIL**

22 County Research Services Account--State Appropriation . . . . . \$940,000  
23 City and Town Research Services--State Appropriation . . . . . \$4,515,000  
24 TOTAL APPROPRIATION . . . . . \$5,455,000

25 NEW SECTION. **Sec. 141. FOR THE OFFICE OF MINORITY AND WOMEN'S  
26 BUSINESS ENTERPRISES**

27 OMWBE Enterprises Account--State Appropriation . . . . . \$3,622,000

28 NEW SECTION. **Sec. 142. FOR THE DEPARTMENT OF GENERAL  
29 ADMINISTRATION**

30 General Fund--State Appropriation (FY 2010) . . . . . \$815,000  
31 General Fund--State Appropriation (FY 2011) . . . . . \$811,000  
32 General Fund--Federal Appropriation . . . . . \$5,738,000  
33 General Administration Service Account--State  
34 Appropriation . . . . . \$35,044,000

1 TOTAL APPROPRIATION . . . . . \$42,408,000

2 The appropriations in this section are subject to the following  
3 conditions and limitations: \$28,000 of the general fund--state  
4 appropriation for fiscal year 2010 and \$28,000 of the general fund--  
5 state appropriation for fiscal year 2011 are provided solely for the  
6 purposes of section 8 of Engrossed Second Substitute Senate Bill No.  
7 5854 (built environment pollution). If section 8 of the bill is not  
8 enacted by June 30, 2009, the amounts provided in this subsection shall  
9 lapse.

10 NEW SECTION. **Sec. 143. FOR THE DEPARTMENT OF INFORMATION**  
11 **SERVICES**

12 General Fund--State Appropriation (FY 2010) . . . . . \$1,104,000  
13 General Fund--State Appropriation (FY 2011) . . . . . \$1,104,000  
14 General Fund--Federal Appropriation . . . . . \$701,000  
15 Data Processing Revolving Account--State Appropriation . . . \$7,824,000  
16 TOTAL APPROPRIATION . . . . . \$10,733,000

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

19 (1) \$100,000 of the general fund--state appropriation for fiscal  
20 year 2010 and \$100,000 of the general fund--state appropriation for  
21 fiscal year 2011 are provided solely for the purposes of Engrossed  
22 Second Substitute House Bill No. 1701 (high-speed internet), including  
23 expenditure for deposit to the community technology opportunity  
24 account. If the bill is not enacted by June 30, 2009, the amounts  
25 provided in this subsection shall lapse.

26 (2) The department shall implement some or all of the following  
27 strategies to achieve savings on information technology expenditures  
28 through: (a) Holistic virtualization strategies; (b) wide-area network  
29 optimization strategies; (c) replacement of traditional telephone  
30 communications systems with alternatives; and (d) migration of external  
31 voice mail systems to internal voice mail systems coordinated by the  
32 department. The department shall report to the office of financial  
33 management and the fiscal committees of the legislature semiannually on  
34 progress made towards the implementation of savings strategies and the  
35 savings realized to date. No later than June 30, 2011, the department  
36 shall submit a final report on its findings and savings realized to the

1 office of financial management and the fiscal committees of the  
2 legislature.

3 NEW SECTION. **Sec. 144. FOR THE INSURANCE COMMISSIONER**

4 General Fund--Federal Appropriation . . . . . \$1,943,000  
5 Insurance Commissioners Regulatory Account--State  
6 Appropriation . . . . . \$47,978,000  
7 TOTAL APPROPRIATION . . . . . \$49,921,000

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

10 (1) \$410,000 of the insurance commissioner's regulatory account  
11 appropriation is provided solely to implement Substitute Senate Bill  
12 No. 5480 (discount health plans). If the bill is not enacted by June  
13 30, 2009, the amount provided in this subsection shall lapse.

14 (2) \$598,000 of the insurance commissioner's regulatory account  
15 appropriation is provided solely to implement Substitute Senate Bill  
16 No. 5195 (life settlements model act). If the bill is not enacted by  
17 June 30, 2009, the amount provided in this subsection shall lapse.

18 (3) \$551,000 of the insurance commissioner's regulatory account  
19 appropriation is provided solely to implement Second Substitute Senate  
20 Bill No. 5346 (health care administration simplification). If the bill  
21 is not enacted by June 30, 2009, the amount provided in this subsection  
22 shall lapse.

23 NEW SECTION. **Sec. 145. FOR THE BOARD OF ACCOUNTANCY**

24 Certified Public Accountants' Account--State  
25 Appropriation . . . . . \$3,016,000

26 NEW SECTION. **Sec. 146. FOR THE FORENSIC INVESTIGATION COUNCIL**

27 Death Investigations Account--State Appropriation . . . . . \$280,000

28 The appropriation in this section is subject to the following  
29 conditions and limitations: \$250,000 of the death investigation  
30 account appropriation is provided solely for providing financial  
31 assistance to local jurisdictions in multiple death investigations.  
32 The forensic investigation council shall develop criteria for awarding  
33 these funds for multiple death investigations involving an  
34 unanticipated, extraordinary, and catastrophic event or those involving  
35 multiple jurisdictions.

1        NEW SECTION.    **Sec. 147.    FOR THE HORSE RACING COMMISSION**

2    Horse Racing Commission Operating Account--State

3        Appropriation . . . . . \$5,123,000

4        The appropriation in this section is subject to the following  
5    conditions and limitations: Pursuant to RCW 43.135.055, the commission  
6    is authorized to increase licensing fees during the 2009-2011 fiscal  
7    biennium as necessary to support the appropriation in this section.

8        NEW SECTION.    **Sec. 148.    FOR THE LIQUOR CONTROL BOARD**

9    Liquor Control Board Construction and Maintenance

10        Account--State Appropriation . . . . . \$8,817,000

11        Liquor Revolving Account--State Appropriation . . . . . \$200,506,000

12        TOTAL APPROPRIATION . . . . . \$209,323,000

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

15        (1) \$1,306,000 of the liquor revolving account--state appropriation  
16    is provided solely for the liquor control board to open five new state  
17    stores.

18        (2) \$40,000 of the liquor revolving account--state appropriation is  
19    provided solely for the liquor control board to open ten new contract  
20    stores.

21        (3) \$3,059,000 of the liquor revolving account--state appropriation  
22    is provided solely for the liquor control board to increase state and  
23    local revenues from new retail strategies including opening nine state  
24    stores on Sunday, opening state liquor stores on seven holidays,  
25    opening six mall locations during the holiday season, and increasing  
26    lottery sales.

27        (4) \$173,000 of the liquor revolving account--state appropriation  
28    is provided solely for the Engrossed House Bill No. 2040 (beer and wine  
29    regulation commission). If the bill is not enacted by June 30, 2009,  
30    the amount provided in this subsection shall lapse.

31        (5) If Senate Bill No. 6065 is not enacted by June 30, 2009, the  
32    liquor revolving account appropriation in this section shall be  
33    increased by \$728,000.

34        NEW SECTION.    **Sec. 149.    FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

35    Volunteer Firefighters' and Reserve Officers'

36        Administrative Account--State Appropriation . . . . . \$1,044,000

1           NEW SECTION.   **Sec. 150. FOR THE UTILITIES AND TRANSPORTATION**  
2 **COMMISSION**

3	Public Service Revolving Account--State Appropriation . . .	\$31,306,000
4	Pipeline Safety Account--State Appropriation . . . . .	\$3,194,000
5	Pipeline Safety Account--Federal Appropriation . . . . .	\$1,536,000
6	TOTAL APPROPRIATION . . . . .	\$36,036,000

7           NEW SECTION.   **Sec. 151. FOR THE MILITARY DEPARTMENT**

8	General Fund--State Appropriation (FY 2010) . . . . .	\$10,244,000
9	General Fund--State Appropriation (FY 2011) . . . . .	\$10,290,000
10	General Fund--Federal Appropriation . . . . .	\$149,101,000
11	Enhanced 911 Account--State Appropriation . . . . .	\$39,598,000
12	Disaster Response Account--State Appropriation . . . . .	\$28,194,000
13	Disaster Response Account--Federal Appropriation . . . . .	\$91,263,000
14	Military Department Rent and Lease Account--State	
15	Appropriation . . . . .	\$615,000
16	Military Department Active State Service Account--Federal	
17	Appropriation . . . . .	\$200,000
18	Worker and Community Right-to-Know Account--State	
19	Appropriation . . . . .	\$341,000
20	Nisqually Earthquake Account--State Appropriation . . . . .	\$144,000
21	Nisqually Earthquake Account--Federal Appropriation . . . . .	\$856,000
22	TOTAL APPROPRIATION . . . . .	\$330,846,000

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

25           (1)   \$28,194,000 of the disaster response account--state  
26 appropriation and \$91,263,000 of the disaster response account--federal  
27 appropriation may be spent only on disasters declared by the governor  
28 and with the approval of the office of financial management. The  
29 military department shall submit a report quarterly to the office of  
30 financial management and the legislative fiscal committees detailing  
31 information on the disaster response account, including: (a) The  
32 amount and type of deposits into the account; (b) the current available  
33 fund balance as of the reporting date; and (c) the projected fund  
34 balance at the end of the 2009-2011 biennium based on current revenue  
35 and expenditure patterns.

36           (2)   \$144,000 of the Nisqually earthquake account--state  
37 appropriation and \$856,000 of the Nisqually earthquake account--federal

1 appropriation are provided solely for response and recovery costs  
2 associated with the February 28, 2001, earthquake. The military  
3 department shall submit a report quarterly to the office of financial  
4 management and the legislative fiscal committees detailing earthquake  
5 recovery costs, including: (a) Estimates of total costs; (b)  
6 incremental changes from the previous estimate; (c) actual  
7 expenditures; (d) estimates of total remaining costs to be paid; and  
8 (e) estimates of future payments by biennium. This information shall  
9 be displayed by fund, by type of assistance, and by amount paid on  
10 behalf of state agencies or local organizations. The military  
11 department shall also submit a report quarterly to the office of  
12 financial management and the legislative fiscal committees detailing  
13 information on the Nisqually earthquake account, including: (a) The  
14 amount and type of deposits into the account; (b) the current available  
15 fund balance as of the reporting date; and (c) the projected fund  
16 balance at the end of the 2009-2011 biennium based on current revenue  
17 and expenditure patterns.

18 (3) \$85,000,000 of the general fund--federal appropriation is  
19 provided solely for homeland security, subject to the following  
20 conditions:

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

24 (b) The department shall submit a quarterly report to the office of  
25 financial management and the legislative fiscal committees detailing  
26 the governor's domestic security advisory group recommendations;  
27 homeland security revenues and expenditures, including estimates of  
28 total federal funding for the state; incremental changes from the  
29 previous estimate, planned and actual homeland security expenditures by  
30 the state and local governments with this federal funding; and matching  
31 or accompanying state or local expenditures; and

32 (c) The department shall submit a report by December 1st of each  
33 year to the office of financial management and the legislative fiscal  
34 committees detailing homeland security revenues and expenditures for  
35 the previous fiscal year by county and legislative district.

36 (4) \$500,000 of the general fund--state appropriation for fiscal  
37 year 2010 and \$500,000 of the general fund--state appropriation for  
38 fiscal year 2011 are provided solely for the military department to

1 contract with the Washington information network 2-1-1 to operate a  
2 statewide 2-1-1 system. The department shall provide the entire amount  
3 for 2-1-1 and shall use any of the funds for administrative purposes.

4 NEW SECTION. **Sec. 152. FOR THE PUBLIC EMPLOYMENT RELATIONS**  
5 **COMMISSION**

6	General Fund--State Appropriation (FY 2010) . . . . .	\$3,128,000
7	General Fund--State Appropriation (FY 2011) . . . . .	\$3,130,000
8	Department of Personnel Service Account--State	
9	Appropriation . . . . .	\$3,290,000
10	TOTAL APPROPRIATION . . . . .	\$9,548,000

11 The appropriations in this section are subject to the following  
12 conditions and limitations: \$30,000 of the general fund--state  
13 appropriation for fiscal year 2010 and \$20,000 of the general fund--  
14 state appropriation for fiscal year 2011 are provided solely for  
15 implementation of Substitute House Bill No. 1329 (child care center  
16 bargaining). If the bill is not enacted by June 30, 2009, the amounts  
17 provided in this subsection shall lapse.

18 NEW SECTION. **Sec. 153. FOR THE DEPARTMENT OF ARCHAEOLOGY AND**  
19 **HISTORIC PRESERVATION**

20	General Fund--State Appropriation (FY 2010) . . . . .	\$1,418,000
21	General Fund--State Appropriation (FY 2011) . . . . .	\$1,380,000
22	General Fund--Federal Appropriation . . . . .	\$1,653,000
23	General Fund--Private/Local Appropriation . . . . .	\$14,000
24	TOTAL APPROPRIATION . . . . .	\$4,465,000

25 The appropriations in this section are subject to the following  
26 conditions and limitations: \$44,000 of the general fund--state  
27 appropriation for fiscal year 2010 and \$22,000 of the general fund--  
28 state appropriation for fiscal year 2011 are provided solely for  
29 implementation of Second Substitute House Bill No. 1090 (human  
30 remains). If the bill is not enacted by June 30, 2009, the amounts  
31 provided in this subsection shall lapse.

32 NEW SECTION. **Sec. 154. FOR THE GROWTH MANAGEMENT HEARINGS BOARD**

33	General Fund--State Appropriation (FY 2010) . . . . .	\$1,674,000
34	General Fund--State Appropriation (FY 2011) . . . . .	\$1,549,000
35	TOTAL APPROPRIATION . . . . .	\$3,223,000

1        NEW SECTION.    **Sec. 155. FOR THE STATE CONVENTION AND TRADE CENTER**  
 2    State Convention and Trade Center Account--State  
 3        Appropriation . . . . . \$60,127,000  
 4    State Convention and Trade Center Operating  
 5        Account--State Appropriation . . . . . \$56,995,000  
 6        TOTAL APPROPRIATION . . . . . \$117,122,000

(End of part)



PART II  
HUMAN SERVICES

NEW SECTION. **Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES.** (1) 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) 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.

(4) The department is 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 this Washington medicaid integration partnership (WMIP), the department may combine and transfer such medicaid funds appropriated under sections 204, 206, 208, and 209 of this act as may

1 be necessary to finance a unified health care plan for the WMIP program  
2 enrollment. The WMIP pilot projects shall not exceed a daily  
3 enrollment of 6,000 persons, nor expand beyond one county, during the  
4 2009-2011 biennium. The amount of funding assigned to the pilot  
5 projects from each program may not exceed the average per capita cost  
6 assumed in this act for individuals covered by that program,  
7 actuarially adjusted for the health condition of persons enrolled in  
8 the pilot project, times the number of clients enrolled in the pilot  
9 project. In implementing the WMIP pilot projects, the department may:  
10 (a) Withhold from calculations of "available resources" as set forth in  
11 RCW 71.24.025 a sum equal to the capitated rate for individuals  
12 enrolled in the pilots; and (b) employ capitation financing and risk-  
13 sharing arrangements in collaboration with health care service  
14 contractors licensed by the office of the insurance commissioner and  
15 qualified to participate in both the medicaid and medicare programs.  
16 The department shall conduct an evaluation of the WMIP, measuring  
17 changes in participant health outcomes, changes in patterns of service  
18 utilization, participant satisfaction, participant access to services,  
19 and the state fiscal impact.

20 (5) The appropriations to the department of social and health  
21 services in this act shall be expended for the programs and in the  
22 amounts specified in this act. However, after May 1, 2010, unless  
23 specifically prohibited by this act, the department may transfer  
24 general fund--state appropriations for fiscal year 2010 among programs  
25 after approval by the director of financial management.

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

36 NEW SECTION. **Sec. 202. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**

1 **SERVICES--CHILDREN AND FAMILY SERVICES PROGRAM**

2	General Fund--State Appropriation (FY 2010) . . . . .	\$315,241,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$317,248,000
4	General Fund--Federal Appropriation . . . . .	\$496,509,000
5	General Fund--Private/Local Appropriation . . . . .	\$828,000
6	Home Security Fund Appropriation . . . . .	\$8,389,000
7	Domestic Violence Prevention Account--State	
8	Appropriation . . . . .	\$1,154,000
9	Education Legacy Trust Account--State Appropriation . . . . .	\$725,000
10	TOTAL APPROPRIATION . . . . .	\$1,140,094,000

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

13 (1) \$5,563,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$5,563,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely for intensive family preservation  
16 services as defined in RCW 74.14C.010 and for evidence-based services  
17 that prevent out-of-home placement and reduce length of stay in the  
18 child welfare system.

19 (2) \$993,000 of the general fund--state appropriation for fiscal  
20 year 2010 and \$993,000 of the general fund--state appropriation for  
21 fiscal year 2011 are provided solely to contract for the operation of  
22 one pediatric interim care facility. The facility shall provide  
23 residential care for up to seventeen children through two years of age.  
24 Seventy-five percent of the children served by the facility must be in  
25 need of special care as a result of substance abuse by their mothers.  
26 The facility shall also provide on-site training to biological,  
27 adoptive, or foster parents. The facility shall provide at least three  
28 months of consultation and support to parents accepting placement of  
29 children from the facility. The facility may recruit new and current  
30 foster and adoptive parents for infants served by the facility. The  
31 department shall not require case management as a condition of the  
32 contract.

33 (3) \$375,000 of the general fund--state appropriation for fiscal  
34 year 2008, \$375,000 of the general fund--state appropriation for fiscal  
35 year 2009, and \$322,000 of the general fund--federal appropriation are  
36 provided solely for up to three nonfacility-based programs for the  
37 training, consultation, support, and recruitment of biological, foster,  
38 and adoptive parents of children through age three in need of special

1 care as a result of substance abuse by their mothers, except that each  
2 program may serve up to three medically fragile nonsubstance-abuse-  
3 affected children. In selecting nonfacility-based programs, preference  
4 shall be given to programs whose federal or private funding sources  
5 have expired or that have successfully performed under the existing  
6 pediatric interim care program.

7 (4) \$2,500,000 of the general fund--state appropriation for fiscal  
8 year 2010 and \$2,500,000 of the general fund--state appropriation for  
9 fiscal year 2011 are provided solely for secure crisis residential  
10 centers. Within appropriated amounts, the department shall collaborate  
11 with providers to maintain no less than forty-five beds that are  
12 geographically representative of the state. The department shall  
13 examine current secure crisis residential staffing requirements,  
14 flexible payment options, center specific waivers, and other  
15 appropriate methods to accomplish this outcome.

16 (5) A maximum of \$76,831,000 of the general fund--state  
17 appropriations and \$56,901,000 of the general fund--federal  
18 appropriations for the 2009-11 biennium shall be expended for  
19 behavioral rehabilitative services and these amounts are provided  
20 solely for this purpose. The department shall work with behavioral  
21 rehabilitative service providers to decrease the length of stay through  
22 improved emotional, behavioral, or medical outcomes for children in  
23 behavioral rehabilitative services in order to achieve the appropriated  
24 levels.

25 (a) Contracted providers shall act in good faith and accept the  
26 hardest to place children, to the greatest extent possible, in order to  
27 improve their emotional, behavioral, or medical conditions.

28 (b) The department and the contracted provider shall mutually agree  
29 and establish an exit date for when the child is to exit the behavioral  
30 rehabilitative service provider. The department and the contracted  
31 provider should mutually agree, to the greatest extent possible, on a  
32 viable placement for the child to go to once the child's treatment  
33 process has been completed. The child shall exit only when the  
34 emotional, behavioral, or medical condition has improved or if the  
35 provider has not shown progress toward the outcomes specified in the  
36 signed contract at the time of exit. This subsection (b) does not  
37 prevent or eliminate the department's responsibility for removing the

1 child from the provider if the child's emotional, behavioral, or  
2 medical condition worsens or is threatened.

3 (c) The department is encouraged to use performance-based contracts  
4 with incentives directly tied to outcomes described in this section.  
5 The contracts should incentivize contracted providers to accept the  
6 hardest to place children and incentivize improvement in children's  
7 emotional, mental, and medical well-being within the established exit  
8 date. The department is further encouraged to increase the use of  
9 behavioral rehabilitative service group homes, wrap around services to  
10 facilitate and support placement of youth with relatives, and other  
11 means to control expenditures.

12 (d) The total foster care per capita amount shall not increase more  
13 than four percent in the 2009-11 biennium and shall not include  
14 behavioral rehabilitative service.

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

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

27 (8) \$37,000 of the general fund--state appropriation for fiscal  
28 year 2010, \$37,000 of the general fund--state appropriation for fiscal  
29 year 2011, and \$32,000 of the general fund--federal appropriation are  
30 provided solely for the implementation of chapter 465, Laws of 2007  
31 (child welfare).

32 (9) \$125,000 of the general fund--state appropriation for fiscal  
33 year 2010 and \$125,000 of the general fund--state appropriation for  
34 fiscal year 2011 are provided solely for continuum of care services.  
35 \$100,000 of this amount is for Casey family partners and \$25,000 of  
36 this amount is for volunteers of America crosswalk in fiscal year 2010.  
37 \$100,000 of this amount is for Casey family partners and \$25,000 of  
38 this amount is for volunteers of America crosswalk in fiscal year 2011.

1 (10) \$616,000 of the general fund--state appropriation for fiscal  
2 year 2010, \$616,000 of the general fund--state appropriation for fiscal  
3 year 2011, and \$368,000 of the general fund--federal appropriation are  
4 provided solely to contract with medical professionals for  
5 comprehensive safety assessments of high-risk families. The safety  
6 assessments will use validated assessment tools to guide intervention  
7 decisions through the identification of additional safety and risk  
8 factors. \$800,000 of this amount is for comprehensive safety  
9 assessments for families receiving in-home child protective services or  
10 family voluntary services. \$800,000 of this amount is for  
11 comprehensive safety assessments of families with an infant age birth  
12 to fifteen days where the infant was, at birth, diagnosed as substance  
13 exposed and the department received an intake referral related to the  
14 infant due to the substance exposure.

15 (11) \$7,970,000 of the general fund--state appropriation for fiscal  
16 year 2010, \$7,711,000 of the general fund--state appropriation for  
17 fiscal year 2011, and \$5,177,000 of the general fund--federal  
18 appropriation are provided solely for court-ordered supervised visits  
19 between parents and dependent children and for sibling visits. The  
20 department shall work collaboratively with the juvenile dependency  
21 courts to stay within appropriations without impeding reunification  
22 outcomes between parents and dependent children. The department shall  
23 report to the legislative fiscal committees quarterly, the number of  
24 children in foster care who receive supervised visits, their frequency,  
25 length of time of each visit, and whether reunification is attained.

26 (12) \$1,789,000 of the home security fund--state appropriation is  
27 provided solely for street youth program services.

28 (13) \$1,584,000 of the general fund--state appropriation for fiscal  
29 year 2010, \$1,584,000 of the general fund--state appropriation for  
30 fiscal year 2011, and \$1,586,000 of the general fund--federal  
31 appropriation are provided solely for the department to recruit foster  
32 parents. The recruitment efforts shall include collaborating with  
33 community-based organizations and current or former foster parents to  
34 recruit foster parents.

35 (14) \$725,000 of the education legacy trust account--state  
36 appropriation is provided solely for children's administration to  
37 contract with an educational advocacy provider with expertise in foster  
38 care educational outreach. Funding is provided solely for contracted

1 education coordinators to assist foster children in succeeding in K-12  
2 and higher education systems. Funding shall be prioritized to regions  
3 with high numbers of foster care youth and/or regions where backlogs of  
4 youth that have formerly requested educational outreach services exist.

5 (15) \$1,300,000 of the home security fund account--state  
6 appropriation is provided solely for HOPE beds.

7 (16) \$5,300,000 of the home security fund account--state  
8 appropriation is provided solely for the crisis residential centers.

9 (17) The appropriations in this section reflect reductions in the  
10 appropriations for the children's administration administrative  
11 expenses. It is the intent of the legislature that these reductions  
12 shall be achieved, to the greatest extent possible, by reducing those  
13 administrative costs that do not affect direct client services or  
14 direct service delivery or programs.

15 (18) Within the amounts appropriated in this section, the  
16 department shall contract for a pilot project with family and community  
17 networks in Whatcom county and up to four additional counties to  
18 provide services. The pilot project shall be designed to provide a  
19 continuum of services that reduce out-of-home placements and the  
20 lengths of stay for children in out-of-home placement. The department  
21 and the community networks shall collaboratively select the additional  
22 counties for the pilot project and shall collaboratively design the  
23 contract. Within the framework of the pilot project, the contract  
24 shall seek to maximize federal funds. The pilot project in each county  
25 shall include the creation of advisory and management teams which  
26 include members from neighborhood-based family advisory committees,  
27 residents, parents, youth, providers, and local and regional department  
28 staff. The Whatcom county team shall facilitate the development of  
29 outcome-based protocols and policies for the pilot project and develop  
30 a structure to oversee, monitor, and evaluate the results of the pilot  
31 projects. The department shall report the costs and savings of the  
32 pilot project to the appropriate committees of the legislature by  
33 November 1 of each year.

34 (19) \$157,000 of the general fund--state appropriation for fiscal  
35 year 2010 and \$157,000 of the general fund--state appropriation for  
36 fiscal year 2011 are provided solely for the department to contract  
37 with a nonprofit entity for a reunification pilot project in Whatcom  
38 and Skagit counties. The contract for the reunification pilot project

1 shall include a rate of \$46.16 per hour for evidence-based  
2 interventions, in combination with supervised visits, to provide 3,564  
3 hours of services to reduce the length of stay for children in the  
4 child welfare system. The contract shall also include evidence-based  
5 intensive parenting skills building services and family support case  
6 management services for 38 families participating in the reunification  
7 pilot project. The contract shall include the flexibility for the  
8 nonprofit entity to subcontract with trained providers.

9 (20) \$303,000 of the general fund--state appropriation for fiscal  
10 year 2010, \$418,000 of the general fund--state appropriation for fiscal  
11 year 2011, and \$257,000 of the general fund--federal appropriation are  
12 provided solely to implement Engrossed Substitute House Bill No. 1961  
13 (increasing adoptions act). If the bill is not enacted by June 30,  
14 2009, the amounts provided in this subsection shall lapse.

15 (21) \$100,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$100,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for the department to contract  
18 with an agency that is working in partnership with, and has been  
19 evaluated by, the University of Washington school of social work to  
20 implement promising practice constellation hub models of foster care  
21 support.

22 (22) The legislature intends for the department to reduce the time  
23 a child remains in the child welfare system. The department shall  
24 establish a measurable goal and report progress toward meeting that  
25 goal to the legislature by January 15 of each fiscal year of the 2009-  
26 11 fiscal biennium. To the extent that actual caseloads exceed those  
27 assumed in this section, it is the intent of the legislature to address  
28 those issues in a manner similar to all other caseload programs.

29 NEW SECTION. **Sec. 203. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
30 **SERVICES--JUVENILE REHABILITATION PROGRAM**

31	General Fund--State Appropriation (FY 2010) . . . . .	\$104,870,000
32	General Fund--State Appropriation (FY 2011) . . . . .	\$93,081,000
33	General Fund--Federal Appropriation . . . . .	\$6,565,000
34	General Fund--Private/Local Appropriation . . . . .	\$1,900,000
35	Washington Auto Theft Prevention Authority Account--	
36	State Appropriation . . . . .	\$3,896,000
37	Juvenile Accountability Incentive Account--Federal	



1	Appropriation . . . . .	\$2,801,000
2	TOTAL APPROPRIATION . . . . .	\$213,113,000

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

5 (1) \$353,000 of the general fund--state appropriation for fiscal  
6 year 2010 and \$353,000 of the general fund--state appropriation for  
7 fiscal year 2011 are provided solely for deposit in the county criminal  
8 justice assistance account for costs to the criminal justice system  
9 associated with the implementation of chapter 338, Laws of 1997  
10 (juvenile code revisions). The amounts provided in this subsection are  
11 intended to provide funding for county adult court costs associated  
12 with the implementation of chapter 338, Laws of 1997 and shall be  
13 distributed in accordance with RCW 82.14.310.

14 (2) \$3,578,000 of the general fund--state appropriation for fiscal  
15 year 2010 and \$3,578,000 of the general fund--state appropriation for  
16 fiscal year 2011 are provided solely for the implementation of chapter  
17 338, Laws of 1997 (juvenile code revisions). The amounts provided in  
18 this subsection are intended to provide funding for county impacts  
19 associated with the implementation of chapter 338, Laws of 1997 and  
20 shall be distributed to counties as prescribed in the current  
21 consolidated juvenile services (CJS) formula.

22 (3) \$3,716,000 of the general fund--state appropriation for fiscal  
23 year 2010 and \$3,716,000 of the general fund--state appropriation for  
24 fiscal year 2011 are provided solely to implement community juvenile  
25 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
26 code revisions). Funds provided in this subsection may be used solely  
27 for community juvenile accountability grants, administration of the  
28 grants, and evaluations of programs funded by the grants.

29 (4) \$1,506,000 of the general fund--state appropriation for fiscal  
30 year 2010 and \$1,506,000 of the general fund--state appropriation for  
31 fiscal year 2011 are provided solely to implement alcohol and substance  
32 abuse treatment programs for locally committed offenders. The juvenile  
33 rehabilitation administration shall award these moneys on a competitive  
34 basis to counties that submitted a plan for the provision of services  
35 approved by the division of alcohol and substance abuse. The juvenile  
36 rehabilitation administration shall develop criteria for evaluation of  
37 plans submitted and a timeline for awarding funding and shall assist  
38 counties in creating and submitting plans for evaluation.

1 (5) \$3,066,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$3,066,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for grants to county juvenile  
4 courts for the following programs identified by the Washington state  
5 institute for public policy (institute) in its October 2006 report:  
6 "Evidence-Based Public Policy Options to Reduce Future Prison  
7 Construction, Criminal Justice Costs and Crime Rates": Functional  
8 family therapy, multi-systemic therapy, aggression replacement training  
9 and interagency coordination programs, or other programs with a  
10 positive benefit-cost finding in the institute's report. County  
11 juvenile courts shall apply to the juvenile rehabilitation  
12 administration for funding for program-specific participation and the  
13 administration shall provide grants to the courts consistent with the  
14 per-participant treatment costs identified by the institute.

15 (6) \$1,287,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$1,287,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for expansion of the following  
18 treatments and therapies in juvenile rehabilitation administration  
19 programs identified by the Washington state institute for public policy  
20 in its October 2006 report: "Evidence-Based Public Policy Options to  
21 Reduce Future Prison Construction, Criminal Justice Costs and Crime  
22 Rates": Multidimensional treatment foster care, family integrated  
23 transitions, and aggression replacement training. The administration  
24 may concentrate delivery of these treatments and therapies at a limited  
25 number of programs to deliver the treatments in a cost-effective  
26 manner.

27 (7)(a) For the fiscal year ending June 30, 2010, the juvenile  
28 rehabilitation administration shall administer a block grant, rather  
29 than categorical funding, of consolidated juvenile service funds,  
30 community juvenile accountability act grants, the chemical dependency  
31 disposition alternative funds, the special sex offender disposition  
32 alternative funds, the mental health disposition alternative,  
33 sentencing disposition alternative, and evidence-based program  
34 expansion grants to juvenile courts for the purpose of serving youth  
35 adjudicated in the juvenile justice system. Evidence-based programs,  
36 based on the criteria established by the Washington state institute for  
37 public policy, and disposition alternatives will be funding priorities.  
38 Funds may be used for promising practices when approved by juvenile

1 rehabilitation administration, based on criteria established in  
2 consultation with Washington state institute for public policy and the  
3 juvenile courts.

4 By September 1, 2009, a committee with four members, in  
5 consultation with Washington state institute for public policy, shall  
6 develop a funding formula that takes into account the juvenile courts  
7 average daily population of program eligible youth in conjunction with  
8 the number of youth served in each approved evidence-based program or  
9 disposition alternative. The committee shall have one representative  
10 from the juvenile rehabilitation administration, one representative  
11 from the office of financial management, one representative from the  
12 office of the administrator of the courts, and one representative from  
13 the juvenile courts. Decision making will be by majority rule.

14 By September 1, 2010, the Washington state institute for public  
15 policy shall provide a report to the office of financial management and  
16 the legislature on the administration of the block grant authorized in  
17 this subsection. The report shall include the criteria used for  
18 allocating the funding as a block grant and the participation targets  
19 and actual participation in the programs subject to the block grant.

20 (b) By December 1, 2009, the committee established in (a) of this  
21 subsection, in consultation with Washington state institute for public  
22 policy, shall propose to the office of financial management and the  
23 legislature changes in the process of funding and managing, including  
24 accountability and information collection and dissemination, grants to  
25 juvenile courts for serving youth adjudicated in the juvenile court  
26 system use in the fiscal year ending June 30, 2011. The proposal shall  
27 include, but is not limited to: A process of making a block grant of  
28 funds consistent with (a) of this subsection; a program of data  
29 collection and measurement criteria for receiving the funds which will  
30 include targets of the number of youth served in identified evidence-  
31 based programs and disposition alternatives in which the juvenile  
32 courts and office of the administrator of the courts will have  
33 responsibility for collecting and distributing information and  
34 providing access to the data systems to the juvenile rehabilitation  
35 administration and the Washington state institute for public policy  
36 related to program and outcome data; and necessary changes to the  
37 Washington administrative code.

1 (c) Within the funds provided for criminal justice analysis in  
2 section 610(4) of this act, the Washington state institute for public  
3 policy shall conduct an analysis of the costs per participant of  
4 evidence-based programs by the juvenile courts and by December 1, 2009,  
5 shall report the results of this analysis to the juvenile  
6 rehabilitation administration, the juvenile courts, office of the  
7 administrator of the courts, the office of financial management, and  
8 the fiscal committees of the legislature.

9 (8) \$3,700,000 of the Washington auto theft prevention authority  
10 account--state appropriation is provided solely for competitive grants  
11 to community-based organizations to provide at-risk youth intervention  
12 services, including but not limited to, case management, employment  
13 services, educational services, and street outreach intervention  
14 programs. Projects funded should focus on preventing, intervening, and  
15 suppressing behavioral problems and violence while linking at-risk  
16 youth to pro-social activities. The department may not expend more  
17 than \$1,850,000 per fiscal year. The costs of administration must not  
18 exceed four percent of appropriated funding for each grant recipient.  
19 Each entity receiving funds must report to the juvenile rehabilitation  
20 administration on the number and types of youth served, the services  
21 provided, and the impact of those services upon the youth and the  
22 community.

23 NEW SECTION. **Sec. 204. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
24 **SERVICES--MENTAL HEALTH PROGRAM**

25 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

26	General Fund--State Appropriation (FY 2010) . . . . .	\$266,677,000
27	General Fund--State Appropriation (FY 2011) . . . . .	\$296,619,000
28	General Fund--Federal Appropriation . . . . .	\$463,180,000
29	General Fund--Private/Local Appropriation . . . . .	.\$14,868,000
30	TOTAL APPROPRIATION . . . . .	\$1,041,344,000

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

33 (a) \$113,689,000 of the general fund--state appropriation for  
34 fiscal year 2010 and \$113,689,000 of the general fund--state  
35 appropriation for fiscal year 2011 are provided solely for persons and  
36 services not covered by the medicaid program. This is a reduction of  
37 \$11,606,000 each fiscal year from the nonmedicaid funding that was

1 allocated for expenditure by regional support networks during fiscal  
2 year 2009 prior to supplemental budget reductions. This \$11,606,000  
3 reduction shall be distributed among regional support networks  
4 proportional to each network's share of the total state population. To  
5 the extent possible, levels of regional support network spending shall  
6 be maintained in the following priority order: (i) Crisis and  
7 commitment services; (ii) community inpatient services; and (iii)  
8 residential care services, including personal care and emergency  
9 housing assistance.

10 (b) \$16,900,000 of the general fund--state appropriation for fiscal  
11 year 2010 and \$16,900,000 of the general fund--state appropriation for  
12 fiscal year 2011 are provided solely for the department and regional  
13 support networks to contract for implementation of high-intensity  
14 program for active community treatment (PACT) teams, and other proven  
15 program approaches that the department concurs will enable the regional  
16 support network to achieve significant reductions in the number of beds  
17 the regional support network would otherwise need to use at the state  
18 hospitals.

19 (c) The number of nonforensic beds allocated for use by regional  
20 support networks at eastern state hospital shall be 192 per day. The  
21 number of nonforensic beds allocated for use by regional support  
22 networks at western state hospital shall be 617 per day during the  
23 first quarter of fiscal year 2010, and 587 per day thereafter. Beds in  
24 the program for adaptive living skills (PALS) are not included in the  
25 preceding bed allocations. The department shall separately charge  
26 regional support networks for persons served in the PALS program.

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

33 (e) \$4,582,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$4,582,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for mental health services for  
36 mentally ill offenders while confined in a county or city jail and for  
37 facilitating access to programs that offer mental health services upon  
38 release from confinement.

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

4 (g) \$750,000 of the general fund--state appropriation for fiscal  
5 year 2010 and \$750,000 of the general fund--state appropriation for  
6 fiscal year 2011 are provided solely to continue performance-based  
7 incentive contracts to provide appropriate community support services  
8 for individuals with severe mental illness who were discharged from the  
9 state hospitals as part of the expanding community services initiative.  
10 These funds will be used to enhance community residential and support  
11 services provided by regional support networks through other state and  
12 federal funding.

13 (h) \$1,500,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$1,500,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely for the Spokane regional support  
16 network to implement services to reduce utilization and the census at  
17 eastern state hospital. Such services shall include:

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

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

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

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

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

32 (i) The department shall return to the Spokane regional support  
33 network fifty percent of the amounts assessed against the network  
34 during the last six months of calendar year 2009 for state hospital  
35 utilization in excess of its contractual limit. The regional support  
36 network shall use these funds for operation during its initial months  
37 of a new sixteen-bed evaluation and treatment facility that will enable

1 the network to reduce its use of the state hospital, and for diversion  
2 and community support services for persons with dementia who would  
3 likely otherwise require care at the state hospital.

4 (j) The department is directed to identify and implement program  
5 efficiencies and benefit changes in its delivery of medicaid managed-  
6 care services that are sufficient to operate within the state and  
7 federal appropriations in this section. Such actions may include but  
8 are not limited to methods such as adjusting the care access standards;  
9 improved utilization management of ongoing, recurring, and high-  
10 intensity services; and increased uniformity in provider payment rates.  
11 The department shall ensure that the capitation rate adjustments  
12 necessary to accomplish these efficiencies and changes are distributed  
13 uniformly and equitably across all regional support networks statewide.  
14 The department is directed to report to the relevant legislative fiscal  
15 and policy committees at least thirty days prior to implementing rate  
16 adjustments reflecting these changes.

17 (k) In developing the new medicaid managed care rates under which  
18 the public mental health managed care system will operate during the  
19 five years beginning in fiscal year 2011, the department should seek to  
20 estimate the reasonable and necessary cost of efficiently and  
21 effectively providing a comparable set of medically necessary mental  
22 health benefits to persons of different acuity levels regardless of  
23 where in the state they live. Actual prior period spending in a  
24 regional administrative area shall not be a key determinant of future  
25 payment rates. The department shall report to the office of financial  
26 management and to the relevant fiscal and policy committees of the  
27 legislature on its proposed new waiver and mental health managed care  
28 rate-setting approach by October 1, 2009, and again at least sixty days  
29 prior to implementation of new capitation rates.

30 (l) \$1,529,000 of the general fund--state appropriation for fiscal  
31 year 2010 and \$1,529,000 of the general fund--state appropriation for  
32 fiscal year 2011 are provided solely to reimburse Pierce and Spokane  
33 counties for the cost of conducting 180-day commitment hearings at the  
34 state psychiatric hospitals.

35 (m) The legislature intends and expects that regional support  
36 networks and contracted community mental health agencies shall make all  
37 possible efforts to, at a minimum, maintain current compensation levels  
38 of direct care staff. Such efforts shall include, but not be limited

1 to, identifying local funding that can preserve client services and  
2 staff compensation, achieving administrative reductions at the regional  
3 support network level, and engaging stakeholders on cost-savings ideas  
4 that maintain client services and staff compensation. For purposes of  
5 this section, "direct care staff" means persons employed by community  
6 mental health agencies whose primary responsibility is providing direct  
7 treatment and support to people with mental illness, or whose primary  
8 responsibility is providing direct support to such staff in areas such  
9 as client scheduling, client intake, client reception, client records-  
10 keeping, and facilities maintenance.

11 (2) INSTITUTIONAL SERVICES

12	General Fund--State Appropriation (FY 2010) . . . . .	\$120,679,000
13	General Fund--State Appropriation (FY 2011) . . . . .	\$125,017,000
14	General Fund--Federal Appropriation . . . . .	\$151,300,000
15	General Fund--Private/Local Appropriation . . . . .	.\$65,870,000
16	TOTAL APPROPRIATION . . . . .	\$462,866,000

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

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

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

31 (c) \$45,000 of the general fund--state appropriation for fiscal  
32 year 2010 and \$45,000 of the general fund--state appropriation for  
33 fiscal year 2011 are provided solely for payment to the city of  
34 Lakewood for police services provided by the city at western state  
35 hospital and adjacent areas.

36 (3) SPECIAL PROJECTS

37	General Fund--State Appropriation (FY 2010) . . . . .	\$1,819,000
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1	General Fund--State Appropriation (FY 2011) . . . . .	\$1,812,000
2	General Fund--Federal Appropriation . . . . .	\$2,142,000
3	TOTAL APPROPRIATION . . . . .	\$5,773,000

4 The appropriations in this subsection are subject to the following  
5 conditions and limitations: \$1,511,000 of the general fund--state  
6 appropriation for fiscal year 2010 and \$1,511,000 of the general fund--  
7 state appropriation for fiscal year 2011 are provided solely for  
8 children's evidence based mental health services. Funding is  
9 sufficient to continue serving children at the same levels as fiscal  
10 year 2009.

11 (4) PROGRAM SUPPORT

12	General Fund--State Appropriation (FY 2010) . . . . .	\$4,123,000
13	General Fund--State Appropriation (FY 2011) . . . . .	\$4,155,000
14	General Fund--Federal Appropriation . . . . .	\$7,330,000
15	TOTAL APPROPRIATION . . . . .	\$15,608,000

16 (a) Within the amounts appropriated in this section, the department  
17 shall provide reports to the legislature and governor on May 31, 2010,  
18 and January 31, 2011, concerning the waiting periods experienced for  
19 competency evaluations and competency restoration treatment during the  
20 nine month periods ending on March 31, 2010, and December 31, 2010,  
21 respectively.

22 The reports shall state, by county, the average number of days over  
23 the reporting period spent by the defendant between the signing of the  
24 court order and distribution of report: (i) In jail; (ii) in the state  
25 hospital; and (iii) waiting for the order and supporting documents to  
26 be received by the department. By state hospital catchment, the report  
27 shall also state these averages on a monthly basis. With respect to  
28 competency evaluations, the report shall separate evaluations ordered  
29 to occur in a jail, evaluations ordered to occur in the community,  
30 evaluations ordered to occur in a state hospital, and evaluations  
31 transferred to the state hospital which were originally ordered to  
32 occur in another setting. The department shall state the percentage of  
33 defendants that were found by the department to be competent following  
34 each type of evaluation. The department shall also state how many  
35 evaluations referrals contained a request for evaluation of insanity  
36 and diminished capacity, and what proportion of defendants for whom

1 this evaluation was requested were found by the department to meet the  
2 criteria for these defenses.

3 With respect to competency restoration, the report shall separate  
4 restoration referrals by stage of competency restoration and state the  
5 percentage of defendants found by the department to be competent at the  
6 conclusion of each stage.

7 The report shall identify factors which have caused delays in the  
8 completion of competency evaluations, and analyze a sample of cases in  
9 which evaluation time exceeded the standard deviation. The report  
10 shall provide recommendations as to what measures state or local  
11 governments may take to improve the speed of competency evaluations,  
12 and identify any statutory or regulatory barriers that obstruct the  
13 evaluation process.

14 (b) The department is authorized and encouraged to continue its  
15 contract with the Washington state institute for public policy to  
16 provide a longitudinal analysis of long-term mental health outcomes as  
17 directed in chapter 334, Laws of 2001 (mental health performance  
18 audit); to build upon the evaluation of the impacts of chapter 214,  
19 Laws of 1999 (mentally ill offenders); and to assess program outcomes  
20 and cost effectiveness of the children's mental health pilot projects  
21 as required by chapter 372, Laws of 2006.

22 **NEW SECTION. Sec. 205. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
23 **SERVICES--DEVELOPMENTAL DISABILITIES PROGRAM**

24 (1) COMMUNITY SERVICES

25	General Fund--State Appropriation (FY 2010) . . . . .	\$313,050,000
26	General Fund--State Appropriation (FY 2011) . . . . .	\$368,549,000
27	General Fund--Federal Appropriation . . . . .	\$851,610,000
28	TOTAL APPROPRIATION . . . . .	\$1,533,209,000

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

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

35 (b) Amounts appropriated in this section reflect a reduction to  
36 funds appropriated for in-home care. The department shall reduce the  
37 number of in-home hours authorized. The reduction shall be scaled

1 based on the acuity level of care recipients. The largest hour  
2 reductions shall be to lower acuity patients and the smallest hour  
3 reductions shall be to higher acuity patients. In doing so, the  
4 department shall comply with all maintenance of effort requirements  
5 contained in the American reinvestment and recovery act.

6 (c) Amounts appropriated in this section are sufficient to develop  
7 and implement the use of a consistent, statewide outcome-based vendor  
8 contract for employment and day services by April 1, 2011. The rates  
9 paid to vendors under this contract shall also be made consistent. In  
10 its description of activities the agency shall include activity  
11 listings and dollars appropriated for: Employment services, day  
12 services, child development services and county administration of  
13 services to the developmentally disabled. The department shall begin  
14 reporting to the office of financial management on these activities  
15 beginning in fiscal year 2010.

16 (d) \$5,593,000 of the general fund--state appropriation for fiscal  
17 year 2010, \$4,002,000 of the general fund--state appropriation for  
18 fiscal year 2011, and \$14,701,000 of the general fund--federal  
19 appropriation are provided solely for community residential and support  
20 services. Funding in this subsection shall be prioritized for (i)  
21 residents of residential habilitation centers who are able to be  
22 adequately cared for in community settings and who choose to live in  
23 those community settings; (ii) clients without residential services who  
24 are at immediate risk of institutionalization or in crisis; (iii)  
25 children who are at risk of institutionalization or who are aging out  
26 of other state services; and (iv) current home and community-based  
27 waiver program clients who have been assessed as having an immediate  
28 need for increased services. First priority shall be given to children  
29 who are at risk of institutionalization. The department shall ensure  
30 that the average cost per day for all program services other than  
31 start-up costs shall not exceed \$300. In order to maximize the number  
32 of clients served and ensure the cost-effectiveness of the waiver  
33 programs, the department will strive to limit new client placement  
34 expenditures to 90 percent of the budgeted daily rate. If this can be  
35 accomplished, additional clients may be served with excess funds,  
36 provided the total projected carry-forward expenditures do not exceed  
37 the amounts estimated. The department shall electronically report to  
38 the appropriate committees of the legislature, within 45 days following

1 each fiscal year quarter, the number of persons served with these  
2 additional community services, where they were residing, what kinds of  
3 services they were receiving prior to placement, and the actual  
4 expenditures for all community services to support these clients.

5 (e)(i) \$493,000 of the general fund--state appropriation for fiscal  
6 year 2010, \$1,463,000 of the general fund--state appropriation for  
7 fiscal year 2011, and \$2,741,000 of the general fund--federal  
8 appropriation are provided solely for community services for persons  
9 with developmental disabilities who also have community protection  
10 issues. Funding in this subsection shall be prioritized for (A)  
11 clients being diverted or discharged from the state psychiatric  
12 hospitals; (B) clients participating in the dangerous mentally ill  
13 offender program; (C) clients participating in the community protection  
14 program; and (D) mental health crisis diversion outplacements. The  
15 department shall ensure that the average cost per day for all program  
16 services other than start-up costs shall not exceed \$349 per day in  
17 fiscal year 2010 and \$356 per day in fiscal year 2011. In order to  
18 maximize the number of clients served and ensure the cost-effectiveness  
19 of the waiver programs, the department will strive to limit new client  
20 placement expenditures to 90 percent of the budgeted daily rate. If  
21 this can be accomplished, additional clients may be served with excess  
22 funds if the total projected carry-forward expenditures do not exceed  
23 the amounts estimated.

24 (ii) The department shall electronically report to the appropriate  
25 committees of the legislature, within 45 days following each fiscal  
26 year quarter, the number of persons served with these additional  
27 community services, where they were residing, what kinds of services  
28 they were receiving prior to placement, and the actual expenditures for  
29 all community services to support these clients.

30 (f) \$302,000 of the general fund--state appropriation for fiscal  
31 year 2010, \$831,000 of the general fund--state appropriation for fiscal  
32 year 2011, and \$1,592,000 of the general fund--federal appropriation  
33 are provided solely for health care benefits pursuant to a collective  
34 bargaining agreement negotiated with the exclusive bargaining  
35 representative of individual providers established under RCW  
36 74.39A.270.

37 (g)(i) \$682,000 of the general fund--state appropriation for fiscal  
38 year 2010, \$1,651,000 of the general fund--state appropriation for

1 fiscal year 2011, and \$1,678,000 of the general fund--federal  
2 appropriation are provided solely for the state's contribution to the  
3 training partnership, as provided in RCW 74.39A.360, pursuant to a  
4 collective bargaining agreement negotiated with the exclusive  
5 bargaining representative of individual providers established under RCW  
6 74.39A.270.

7 (ii) The federal portion of the amounts in this subsection (g) is  
8 contingent upon federal approval of participation in contributions to  
9 the trust and shall remain unallotted and placed in reserve status  
10 until the office of financial management and the department of social  
11 and health services receive federal approval.

12 (iii) Expenditures for the purposes specified in this subsection  
13 (g) shall not exceed the amounts provided in this subsection.

14 (h) Within the amounts appropriated in this subsection, the  
15 department may expand the new freedom waiver program to accommodate new  
16 waiver recipients throughout the state. As possible, and in compliance  
17 with current state and federal laws, the department shall allow current  
18 waiver recipients to transfer to the new freedom waiver.

19 (i) Within the amounts appropriated in this subsection (1), the  
20 department shall implement all necessary rules to facilitate the  
21 transfer to a department home and community-based services (HCBS)  
22 waiver of all eligible individuals who (i) currently receive services  
23 under the existing state-only employment and day program or the  
24 existing state-only residential program, and (ii) otherwise meet the  
25 waiver eligibility requirements. The amounts appropriated are  
26 sufficient to ensure that all individuals currently receiving services  
27 under the state-only employment and day and state-only residential  
28 programs who are not transferred to a department HCBS waiver will  
29 continue to receive services.

30 (j) Adult day health services shall only be authorized for in-home  
31 clients.

32 (k) In addition to other reductions, the appropriations in this  
33 subsection reflect reductions targeted specifically to state government  
34 administrative costs. These administrative reductions shall be  
35 achieved, to the greatest extent possible, by reducing those  
36 administrative costs that do not affect direct client services or  
37 direct service delivery or programs.

1 (l) The department shall not pay a home care agency licensed under  
2 chapter 70.127 RCW for personal care services provided by a family  
3 member, pursuant to Substitute House Bill No. 2361 (modifying state  
4 payments for in-home care).

5 (m) Within the appropriations of this section, the department shall  
6 reduce all seventeen payment levels of the seventeen-level payment  
7 system from the fiscal year 2009 levels for boarding homes, boarding  
8 homes contracted as assisted living, and adult family homes. Excluded  
9 from the reductions are exceptional care rate add-ons. The long-term  
10 care program may develop add-ons to pay exceptional care rates to adult  
11 family homes and boarding homes with specialty contracts to provide  
12 support for the following specifically eligible clients:

13 (i) Persons with AIDS or HIV-related diseases who might otherwise  
14 require nursing home or hospital care;

15 (ii) Persons with Alzheimer's disease and related dementia who  
16 might otherwise require nursing home care; and

17 (iii) Persons with co-occurring mental illness and long-term care  
18 needs who are eligible for expanded community services and who might  
19 otherwise require state and local psychiatric hospital care.

20 Within amounts appropriated, exceptional add-on rates for AIDS/HIV,  
21 dementia specialty care, and expanded community services may be  
22 standardized within each program.

23 (n) The amounts appropriated in this subsection reflect a reduction  
24 in funds available for employment and day services. In administering  
25 this reduction the department shall negotiate with counties and their  
26 vendors so that this reduction, to the greatest extent possible, is  
27 achieved by reducing vendor rates and allowable contract administrative  
28 charges (overhead) and not through reductions to direct client services  
29 or direct service delivery or programs.

30 (o) Within the amounts allotted for employment and day services in  
31 this section, the department shall prioritize the funding of employment  
32 services for students graduating from high school during fiscal years  
33 2010 and 2011. However, nothing in this subsection is intended to  
34 displace services for other recipients of employment services.

35 (p) As part of the needs assessment instrument, the department may  
36 collect data on family income for minor children with developmental  
37 disabilities and all individuals who are receiving state-only funded

1 services. The department may ensure that this information is collected  
2 as part of the client assessment process.

3 (q) Within the amounts appropriated in this section, waiver clients  
4 must receive employment and day services as authorized by their waiver,  
5 such as pathway to employment, while waiting for paid employment to be  
6 developed. The department shall establish and maintain a consistent  
7 proposed policy for minimum direct service hours for clients, minimum  
8 hours of support, time frames for seeking paid employment, and services  
9 provided under pathway to employment while paid employment is sought.  
10 In order to maximize the number of clients served, the department may  
11 serve additional nonwaiver clients with unspent funds for waiver  
12 clients, provided the total projected carry-forward expenditures do not  
13 exceed the amounts estimated.

14 (2) INSTITUTIONAL SERVICES

15	General Fund--State Appropriation (FY 2010) . . . . .	\$61,612,000
16	General Fund--State Appropriation (FY 2011) . . . . .	\$74,185,000
17	General Fund--Federal Appropriation . . . . .	\$202,160,000
18	General Fund--Private/Local Appropriation . . . . .	\$22,441,000
19	TOTAL APPROPRIATION . . . . .	\$360,398,000

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

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

26 (b) The developmental disabilities program is authorized to use  
27 funds appropriated in this subsection to purchase goods and supplies  
28 through direct contracting with vendors when the program determines it  
29 is cost-effective to do so.

30 (c) \$721,000 of the general fund--state appropriation for fiscal  
31 year 2010 and \$721,000 of the general fund--state appropriation for  
32 fiscal year 2011 are provided solely for the department to fulfill its  
33 contracts with the school districts under chapter 28A.190 RCW to  
34 provide transportation, building space, and other support services as  
35 are reasonably necessary to support the educational programs of  
36 students living in residential habilitation centers.

37 (d) In addition to other reductions, the appropriations in this  
38 subsection reflect reductions targeted specifically to state government

1 administrative costs. These administrative reductions shall be  
2 achieved, to the greatest extent possible, by reducing those  
3 administrative costs that do not affect direct client services or  
4 direct service delivery or programs.

5 (3) PROGRAM SUPPORT

6 General Fund--State Appropriation (FY 2010) . . . . .	\$1,428,000
7 General Fund--State Appropriation (FY 2011) . . . . .	\$1,388,000
8 General Fund--Federal Appropriation . . . . .	\$1,372,000
9 TOTAL APPROPRIATION . . . . .	\$4,188,000

10 The appropriations in this subsection are subject to the following  
11 conditions and limitations: In addition to other reductions, the  
12 appropriations in this subsection reflect reductions targeted  
13 specifically to state government administrative costs. These  
14 administrative reductions shall be achieved, to the greatest extent  
15 possible, by reducing those administrative costs that do not affect  
16 direct client services or direct service delivery or programs.

17 (4) SPECIAL PROJECTS

18 General Fund--State Appropriation (FY 2010) . . . . .	\$15,000
19 General Fund--State Appropriation (FY 2011) . . . . .	\$15,000
20 General Fund--Federal Appropriation . . . . .	\$21,066,000
21 TOTAL APPROPRIATION . . . . .	\$21,096,000

22 The appropriations in this subsection are subject to the following  
23 conditions and limitations: The appropriations in this subsection are  
24 available solely for the infant toddler early intervention program.

25 NEW SECTION. **Sec. 206. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
26 **SERVICES--AGING AND ADULT SERVICES PROGRAM**

27 General Fund--State Appropriation (FY 2010) . . . . .	\$585,667,000
28 General Fund--State Appropriation (FY 2011) . . . . .	\$698,622,000
29 General Fund--Federal Appropriation . . . . .	\$1,814,099,000
30 General Fund--Private/Local Appropriation . . . . .	\$20,373,000
31 Traumatic Brain Injury Account--State Appropriation . . . . .	\$1,816,000
32 TOTAL APPROPRIATION . . . . .	\$3,120,577,000

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

35 (1) For purposes of implementing chapter 74.46 RCW, the weighted  
36 average nursing facility payment rate shall not exceed \$156.37 for



1 fiscal year 2010 and shall not exceed \$158.74 for fiscal year 2011,  
2 including the rate add-on described in subsection (12) of this section.  
3 There will be no adjustments for economic trends and conditions in  
4 fiscal years 2010 and 2011. The economic trends and conditions factor  
5 or factors defined in the biennial appropriations act shall not be  
6 compounded with the economic trends and conditions factor or factors  
7 defined in any other biennial appropriations acts before applying it to  
8 the component rate allocations established in accordance with chapter  
9 74.46 RCW. When no economic trends and conditions factor for either  
10 fiscal year is defined in a biennial appropriations act, no economic  
11 trends and conditions factor or factors defined in any earlier biennial  
12 appropriations act shall be applied solely or compounded to the  
13 component rate allocations established in accordance with chapter 74.46  
14 RCW.

15 (2) In accordance with chapter 74.46 RCW, the department shall  
16 issue no additional certificates of capital authorization for fiscal  
17 year 2010 and no new certificates of capital authorization for fiscal  
18 year 2011.

19 (3) The long-term care program may develop and pay enhanced rates  
20 for exceptional care to nursing homes for persons with traumatic brain  
21 injuries who are transitioning from hospital care. The cost per  
22 patient day for caring for these clients in a nursing home setting may  
23 be equal to or less than the cost of caring for these clients in a  
24 hospital setting.

25 (4) Within the appropriations of this section, the department shall  
26 reduce all seventeen payment levels of the seventeen-level payment  
27 system from the fiscal year 2009 levels for boarding homes, boarding  
28 homes contracted as assisted living, and adult family homes. Excluded  
29 from the reductions are exceptional care rate add-ons. The long-term  
30 care program may develop add-ons to pay exceptional care rates to adult  
31 family homes and boarding homes with specialty contracts to provide  
32 support for the following specifically eligible clients:

33 (a) Persons with AIDS or HIV-related diseases who might otherwise  
34 require nursing home or hospital care;

35 (b) Persons with Alzheimer's disease and related dementia who might  
36 otherwise require nursing home care; and

37 (c) Persons with co-occurring mental illness and long-term care

1 needs who are eligible for expanded community services and who might  
2 otherwise require state and local psychiatric hospital care.

3 Within amounts appropriated, exceptional add-on rates for AIDS/HIV,  
4 dementia specialty care, and expanded community services may be  
5 standardized within each program.

6 (5) Amounts appropriated in this section reflect a reduction to  
7 funds appropriated for in-home care. The department shall reduce the  
8 number of in-home hours authorized. The reduction shall be scaled  
9 based on the acuity level of care recipients. The largest hour  
10 reductions shall be to lower acuity patients and the smallest hour  
11 reductions shall be to higher acuity patients. In doing so, the  
12 department shall comply with all maintenance of effort requirements  
13 contained in the American reinvestment and recovery act.

14 (6) \$536,000 of the general fund--state appropriation for fiscal  
15 year 2010, \$1,477,000 of the general fund--state appropriation for  
16 fiscal year 2011, and \$2,830,000 of the general fund--federal  
17 appropriation are provided solely for health care benefits pursuant to  
18 a collective bargaining agreement negotiated with the exclusive  
19 bargaining representative of individual providers established under RCW  
20 74.39A.270.

21 (7)(a) \$1,212,000 of the general fund--state appropriation for  
22 fiscal year 2010, \$2,934,000 of the general fund--state appropriation  
23 for fiscal year 2011, and \$2,982,000 of the general fund--federal  
24 appropriation are provided solely for the state's contribution to the  
25 training partnership, as provided in RCW 74.39A.360, pursuant to a  
26 collective bargaining agreement negotiated with the exclusive  
27 bargaining representative of individual providers established under RCW  
28 74.39A.270.

29 (b) \$330,000 of the general fund--state appropriation for fiscal  
30 year 2010, \$660,000 of the general fund--state appropriation for fiscal  
31 year 2011, and \$810,000 of the general fund--federal appropriation are  
32 provided solely for transfer from the department to the training  
33 partnership, as provided in RCW 74.39A.360, for infrastructure and  
34 instructional costs associated with training of individual providers,  
35 pursuant to a collective bargaining agreement negotiated with the  
36 exclusive bargaining representative of individual providers established  
37 under RCW 74.39A.270.

1 (c) The federal portion of the amounts in this subsection is  
2 contingent upon federal approval of participation in contributions to  
3 the trust and shall remain unallotted and placed in reserve status  
4 until the office of financial management and the department of social  
5 and health services receive federal approval.

6 (d) Expenditures for the purposes specified in this subsection  
7 shall not exceed the amounts provided in this subsection.

8 (8) Within the amounts appropriated in this section, the department  
9 may expand the new freedom waiver program to accommodate new waiver  
10 recipients throughout the state. As possible, and in compliance with  
11 current state and federal laws, the department shall allow current  
12 waiver recipients to transfer to the new freedom waiver.

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

17 (10) Adult day health services shall only be authorized for in-home  
18 clients.

19 (11) \$3,955,000 of the general fund--state appropriation for fiscal  
20 year 2010, \$4,239,000 of the general fund--state appropriation for  
21 fiscal year 2011, and \$10,190,000 of the general fund--federal  
22 appropriation are provided solely for the continued operation of  
23 community residential and support services for persons who are older  
24 adults or who have co-occurring medical and behavioral disorders and  
25 who have been discharged or diverted from a state psychiatric hospital.  
26 These funds shall be used to serve individuals whose treatment needs  
27 constitute substantial barriers to community placement, who no longer  
28 require active psychiatric treatment at an inpatient hospital level of  
29 care, and who no longer meet the criteria for inpatient involuntary  
30 commitment. Coordination of these services will be done in partnership  
31 between the mental health program and the aging and disability services  
32 administration.

33 (12) Within the funds provided, the department shall continue to  
34 provide an add-on per medicaid resident day per facility not to exceed  
35 \$1.57. The add-on shall be used to increase wages, benefits, and/or  
36 staffing levels for certified nurse aides; or to increase wages and/or  
37 benefits for dietary aides, housekeepers, laundry aides, or any other  
38 category of worker whose statewide average dollars-per-hour wage was

1 less than \$15 in calendar year 2008, according to cost report data.  
2 The add-on may also be used to address resulting wage compression for  
3 related job classes immediately affected by wage increases to low-wage  
4 workers. The department shall continue reporting requirements and a  
5 settlement process to ensure that the funds are spent according to this  
6 subsection. The department shall adopt rules to implement the terms of  
7 this subsection.

8 (13) \$1,840,000 of the general fund--state appropriation for fiscal  
9 year 2010 and \$1,877,000 of the general fund--state appropriation for  
10 fiscal year 2011 are provided solely for operation of the volunteer  
11 chore services program.

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

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

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

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

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

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

35 (16) The department shall contract for housing with service models,  
36 such as cluster care, to create efficiencies in service delivery and  
37 responsiveness to unscheduled personal care needs by clustering hours  
38 for clients that live in close proximity to each other.

1 (17) The department shall not pay a home care agency licensed under  
2 chapter 70.127 RCW for personal care services provided by a family  
3 member, pursuant to Substitute House Bill No. 2361 (modifying state  
4 payments for in-home care).

5 (18) \$204,000 of the general fund--state appropriation for fiscal  
6 year 2010, \$1,099,000 of the general fund--state appropriation for  
7 fiscal year 2011, and \$1,697,000 of the general fund--federal  
8 appropriation are provided solely to implement Engrossed House Bill No.  
9 2194 (extraordinary medical placement for offenders). The department  
10 shall work in partnership with the department of corrections to  
11 identify services and find placements for offenders who are released  
12 through the extraordinary medical placement program. The department  
13 shall collaborate with the department of corrections to identify and  
14 track cost savings to the department of corrections, including medical  
15 cost savings and to identify and track expenditures incurred by the  
16 aging and disability services program for community services and by the  
17 medical assistance program for medical expenses. A joint report  
18 regarding the identified savings and expenditures shall be provided to  
19 the office of financial management and the appropriate fiscal  
20 committees of the legislature by November 30, 2010. If this bill is  
21 not enacted by June 30, 2009, the amounts provided in this subsection  
22 shall lapse.

23 (19) Sufficient funding is provided in this section for the  
24 department to implement Engrossed Second Substitute House Bill No. 1935  
25 (adult family homes). During the 2009-11 biennium, the initial  
26 licensing fee for an adult family home shall be set at \$900.00. During  
27 the 2009-11 biennium, the annual licensing renewal fee shall be set at  
28 \$100.00.

29 NEW SECTION. **Sec. 207. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
30 **SERVICES--ECONOMIC SERVICES PROGRAM**

31	General Fund--State Appropriation (FY 2010) . . . . .	\$557,621,000
32	General Fund--State Appropriation (FY 2011) . . . . .	\$588,286,000
33	General Fund--Federal Appropriation . . . . .	\$1,140,367,000
34	General Fund--Private/Local Appropriation . . . . .	\$27,920,000
35	Administrative Contingency Account--State	
36	Appropriation . . . . .	\$29,136,000
37	TOTAL APPROPRIATION . . . . .	\$2,343,330,000

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

3 (1) \$303,196,000 of the general fund--state appropriation for  
4 fiscal year 2010, \$309,755,000 of the general fund--state appropriation  
5 for fiscal year 2011, \$29,136,000 of the administrative contingency  
6 account--state appropriation, and \$778,606,000 of the general fund--  
7 federal appropriation are provided solely for all components of the  
8 WorkFirst program. The department shall use moneys from the  
9 administrative contingency account for WorkFirst job placement services  
10 provided by the employment security department. Within the amounts  
11 provided for the WorkFirst program, the department may provide  
12 assistance using state-only funds for families eligible for temporary  
13 assistance for needy families. In addition, within the amounts  
14 provided for WorkFirst the department shall:

15 (a) Establish a career services work transition program;

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

24 (c) Submit a report electronically by October 1, 2009, to the  
25 fiscal committees of the legislature containing a spending plan for the  
26 WorkFirst program. The plan shall identify how spending levels in the  
27 2009-2011 biennium will be adjusted to stay within available federal  
28 grant levels and the appropriated state-fund levels;

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

33 (e) Maintain the fiscal year 2009 grant standard for the temporary  
34 assistance for needy families grant.

35 (2) The department and the office of financial management shall  
36 electronically report quarterly the expenditures, maintenance of effort  
37 allotments, expenditure amounts, and caseloads for the WorkFirst  
38 program to the legislative fiscal committees.

1 (3) \$4,856,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$95,173,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for cash assistance and other  
4 services to recipients in the general assistance--unemployable program.  
5 Within these amounts:

6 (a) The department shall aggressively pursue opportunities to  
7 transfer general assistance unemployable clients to general assistance  
8 expedited coverage and to facilitate client applications for federal  
9 supplemental security income when the client's incapacities indicate  
10 that he or she would be likely to meet the federal disability criteria  
11 for supplemental security income. The department shall initiate and  
12 file the federal supplemental security income interim agreement as  
13 quickly as possible in order to maximize the recovery of federal funds;

14 (b) The department shall review the general assistance caseload to  
15 identify recipients that would benefit from assistance in becoming  
16 naturalized citizens, and thus be eligible to receive federal  
17 supplemental security income benefits. Those cases shall be given high  
18 priority for naturalization funding through the department;

19 (c) The department shall actively coordinate with local workforce  
20 development councils to expedite access to worker retraining programs  
21 for general assistance unemployable clients in those regions of the  
22 state with the greatest number of such clients;

23 (d) By July 1, 2009, the department shall enter into an interagency  
24 agreement with the department of veterans' affairs to establish a  
25 process for referral of veterans who may be eligible for veteran's  
26 services. This agreement must include outstationing department of  
27 veterans' affairs staff in selected community service office locations  
28 in King and Pierce counties to facilitate applications for veterans'  
29 services; and

30 (e) In addition to any earlier evaluation that may have been  
31 conducted, the department shall intensively evaluate those clients who  
32 have been receiving general assistance unemployable benefits for twelve  
33 months or more as of July 1, 2009, or thereafter, if the available  
34 medical and incapacity related evidence indicates that the client is  
35 unlikely to meet the disability standard for federal supplemental  
36 security income benefits. The evaluation shall identify services  
37 necessary to eliminate or minimize barriers to employment, including  
38 mental health treatment, substance abuse treatment and vocational

1 rehabilitation services. The department shall expedite referrals to  
2 chemical dependency treatment, mental health and vocational  
3 rehabilitation services for these clients.

4 (f) The appropriations in this subsection reflect a change in the  
5 earned income disregard policy for general assistance unemployable  
6 clients. It is the intent of the legislature that the department shall  
7 adopt the temporary assistance for needy families earned income policy  
8 for general assistance unemployable.

9 (4) The department shall report to the legislature on outcomes of  
10 the reorganization of the office of refugee and immigrant assistance.  
11 The report shall include information on efficiencies and outcomes  
12 related to client services, training and technical assistance to  
13 providers, and administrative oversight prior to the year of the  
14 reorganization compared to the outcomes achieved following the  
15 reorganization. In addition to self reporting the department shall  
16 solicit comments relevant to this report from service providers and the  
17 report shall include their responses. To increase transparency and  
18 understanding of the office's funding practices, the report shall also  
19 include information on the base budgets of funding sources for services  
20 provided by the office of refugee and immigrant assistance. A  
21 preliminary report shall be due to the legislature by December 1, 2009.  
22 A final report shall be due June 1, 2010.

23 (5) \$750,000 of the general fund--state appropriation for fiscal  
24 year 2010 and \$750,000 of the general fund--state appropriation for  
25 fiscal year 2011 are provided solely for naturalization services.

26 (6)(a) \$3,550,000 of the general fund--state appropriation for  
27 fiscal year 2010 is provided solely for refugee employment services, of  
28 which \$2,650,000 is provided solely for the department to pass through  
29 to statewide refugee assistance organizations for limited English  
30 proficiency pathway services; and \$3,550,000 of the general fund--state  
31 appropriation for fiscal year 2011 is provided solely for refugee  
32 employment services, of which \$2,650,000 is provided solely for the  
33 department to pass through to statewide refugee assistance  
34 organizations for limited English proficiency pathway services.

35 (b) The legislature intends that the appropriation in this  
36 subsection for the 2009-11 fiscal biennium will maintain funding for  
37 refugee programs at a level at least equal to expenditures on these  
38 programs in the 2007-09 fiscal biennium.



1 (7) The appropriations in this section reflect reductions in the  
2 appropriations for the economic services administration's  
3 administrative expenses. It is the intent of the legislature that  
4 these reductions shall be achieved, to the greatest extent possible, by  
5 reducing those administrative costs that do not affect direct client  
6 services or direct service delivery or program.

7 NEW SECTION. **Sec. 208. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
8 **SERVICES--ALCOHOL AND SUBSTANCE ABUSE PROGRAM**

9	General Fund--State Appropriation (FY 2010) . . . . .	\$82,117,000
10	General Fund--State Appropriation (FY 2011) . . . . .	\$84,772,000
11	General Fund--Federal Appropriation . . . . .	\$145,671,000
12	General Fund--Private/Local Appropriation . . . . .	\$2,719,000
13	Criminal Justice Treatment Account--State	
14	Appropriation . . . . .	\$17,747,000
15	Problem Gambling Account--State Appropriation . . . . .	\$1,459,000
16	TOTAL APPROPRIATION . . . . .	\$334,485,000

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

19 (1) Within the amounts appropriated in this section, the department  
20 may contract with the University of Washington and community-based  
21 providers for the provision of the parent-child assistance program.  
22 For all contractors, indirect charges for administering the program  
23 shall not exceed ten percent of the total contract amount.

24 (2) Within the amounts appropriated in this section, the department  
25 shall continue to provide for chemical dependency treatment services  
26 for adult medicaid eligible and general assistance-unemployable  
27 patients.

28 (3) In addition to other reductions, the appropriations in this  
29 section reflect reductions targeted specifically to state government  
30 administrative costs. These administrative reductions shall be  
31 achieved, to the greatest extent possible, by reducing those  
32 administrative costs that do not affect direct client services or  
33 direct service delivery or programs.

34 NEW SECTION. **Sec. 209. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
35 **SERVICES--MEDICAL ASSISTANCE PROGRAM**

36	General Fund--State Appropriation (FY 2010) . . . . .	\$1,597,387,000
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1	General Fund--State Appropriation (FY 2011) . . . . .	\$1,984,797,000
2	General Fund--Federal Appropriation . . . . .	\$5,210,672,000
3	General Fund--Private/Local Appropriation . . . . .	\$12,903,000
4	Emergency Medical Services and Trauma Care Systems	
5	Trust Account--State Appropriation . . . . .	\$15,076,000
6	Tobacco Prevention and Control Account--	
7	State Appropriation . . . . .	\$3,766,000
8	TOTAL APPROPRIATION . . . . .	\$8,824,601,000

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

11       (1) Based on quarterly expenditure reports and caseload forecasts,  
12 if the department estimates that expenditures for the medical  
13 assistance program will exceed the appropriations, the department shall  
14 take steps including but not limited to reduction of rates or  
15 elimination of optional services to reduce expenditures so that total  
16 program costs do not exceed the annual appropriation authority.

17       (2) In determining financial eligibility for medicaid-funded  
18 services, the department is authorized to disregard recoveries by  
19 Holocaust survivors of insurance proceeds or other assets, as defined  
20 in RCW 48.104.030.

21       (3) The legislature affirms that it is in the state's interest for  
22 Harborview medical center to remain an economically viable component of  
23 the state's health care system.

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

28       (5) In accordance with RCW 74.46.625, \$6,000,000 of the general  
29 fund--federal appropriation is provided solely for supplemental  
30 payments to nursing homes operated by public hospital districts. The  
31 public hospital district shall be responsible for providing the  
32 required nonfederal match for the supplemental payment, and the  
33 payments shall not exceed the maximum allowable under federal rules.  
34 It is the legislature's intent that the payments shall be supplemental  
35 to and shall not in any way offset or reduce the payments calculated  
36 and provided in accordance with part E of chapter 74.46 RCW. It is the  
37 legislature's further intent that costs otherwise allowable for rate-  
38 setting and settlement against payments under chapter 74.46 RCW shall

1 not be disallowed solely because such costs have been paid by revenues  
2 retained by the nursing home from these supplemental payments. The  
3 supplemental payments are subject to retrospective interim and final  
4 cost settlements based on the nursing homes' as-filed and final  
5 medicare cost reports. The timing of the interim and final cost  
6 settlements shall be at the department's discretion. During either the  
7 interim cost settlement or the final cost settlement, the department  
8 shall recoup from the public hospital districts the supplemental  
9 payments that exceed the medicaid cost limit and/or the medicare upper  
10 payment limit. The department shall apply federal rules for  
11 identifying the eligible incurred medicaid costs and the medicare upper  
12 payment limit.

13 (6) \$1,110,000 of the general fund--federal appropriation and  
14 \$1,105,000 of the general fund--state appropriation for fiscal year  
15 2011 are provided solely for grants to rural hospitals. The department  
16 shall distribute the funds under a formula that provides a relatively  
17 larger share of the available funding to hospitals that (a) serve a  
18 disproportionate share of low-income and medically indigent patients,  
19 and (b) have relatively smaller net financial margins, to the extent  
20 allowed by the federal medicaid program.

21 (7) \$9,818,000 of the general fund--state appropriation for fiscal  
22 year 2011, and \$9,865,000 of the general fund--federal appropriation  
23 are provided solely for grants to nonrural hospitals. The department  
24 shall distribute the funds under a formula that provides a relatively  
25 larger share of the available funding to hospitals that (a) serve a  
26 disproportionate share of low-income and medically indigent patients,  
27 and (b) have relatively smaller net financial margins, to the extent  
28 allowed by the federal medicaid program.

29 (8) The department shall continue the inpatient hospital certified  
30 public expenditures program for the 2009-11 biennium. The program  
31 shall apply to all public hospitals, including those owned or operated  
32 by the state, except those classified as critical access hospitals or  
33 state psychiatric institutions. The department shall submit reports to  
34 the governor and legislature by November 1, 2009, and by November 1,  
35 2010, that evaluate whether savings continue to exceed costs for this  
36 program. If the certified public expenditures (CPE) program in its  
37 current form is no longer cost-effective to maintain, the department  
38 shall submit a report to the governor and legislature detailing

1 cost-effective alternative uses of local, state, and federal resources  
2 as a replacement for this program. During fiscal year 2010 and fiscal  
3 year 2011, hospitals in the program shall be paid and shall retain one  
4 hundred percent of the federal portion of the allowable hospital cost  
5 for each medicaid inpatient fee-for-service claim payable by medical  
6 assistance and one hundred percent of the federal portion of the  
7 maximum disproportionate share hospital payment allowable under federal  
8 regulations. Inpatient medicaid payments shall be established using an  
9 allowable methodology that approximates the cost of claims submitted by  
10 the hospitals. Payments made to each hospital in the program in each  
11 fiscal year of the biennium shall be compared to a baseline amount.  
12 The baseline amount will be determined by the total of (a) the  
13 inpatient claim payment amounts that would have been paid during the  
14 fiscal year had the hospital not been in the CPE program, (b) one half  
15 of the indigent assistance disproportionate share hospital payment  
16 amounts paid to and retained by each hospital during fiscal year 2005,  
17 and (c) all of the other disproportionate share hospital payment  
18 amounts paid to and retained by each hospital during fiscal year 2005  
19 to the extent the same disproportionate share hospital programs exist  
20 in the 2009-11 biennium. If payments during the fiscal year exceed the  
21 hospital's baseline amount, no additional payments will be made to the  
22 hospital except the federal portion of allowable disproportionate share  
23 hospital payments for which the hospital can certify allowable match.  
24 If payments during the fiscal year are less than the baseline amount,  
25 the hospital will be paid a state grant equal to the difference between  
26 payments during the fiscal year and the applicable baseline amount.  
27 Payment of the state grant shall be made in the applicable fiscal year  
28 and distributed in monthly payments. The grants will be recalculated  
29 and redistributed as the baseline is updated during the fiscal year.  
30 The grant payments are subject to an interim settlement within eleven  
31 months after the end of the fiscal year. A final settlement shall be  
32 performed. To the extent that either settlement determines that a  
33 hospital has received funds in excess of what it would have received as  
34 described in this subsection, the hospital must repay the excess  
35 amounts to the state when requested. \$6,570,000 of the general fund--  
36 state appropriation for fiscal year 2010, which is appropriated in  
37 section 204(1) of this act, and \$1,500,000 of the general fund--state  
38 appropriation for fiscal year 2011, which is appropriated in section

1 204(1) of this act, are provided solely for state grants for the  
2 participating hospitals. Sufficient amounts are appropriated in this  
3 section for the remaining state grants for the participating hospitals.

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

7 (10) Sufficient amounts are appropriated in this section for the  
8 department to continue podiatry services for medicaid-eligible adults.

9 (11) Sufficient amounts are appropriated in this section for the  
10 department to provide an adult dental benefit that is at least  
11 equivalent to the benefit provided in the 2003-05 biennium.

12 (12) \$93,000 of the general fund--state appropriation for fiscal  
13 year 2010 and \$93,000 of the general fund--federal appropriation are  
14 provided solely for the department to pursue a federal Medicaid waiver  
15 pursuant to Second Substitute Senate Bill No. 5945 (Washington health  
16 partnership plan). If the bill is not enacted by June 30, 2009, the  
17 amounts provided in this subsection shall lapse.

18 (13) The department shall require managed health care systems that  
19 have contracts with the department to serve medical assistance clients  
20 to limit any reimbursements or payments the systems make to providers  
21 not employed by or under contract with the systems to no more than the  
22 medical assistance rates paid by the department to providers for  
23 comparable services rendered to clients in the fee-for-service delivery  
24 system.

25 (14) Appropriations in this section are sufficient for the  
26 department to continue to fund family planning nurses in the community  
27 services offices.

28 (15) The department, in coordination with stakeholders, will  
29 conduct an analysis of potential savings in utilization of home  
30 dialysis. The department shall present its findings to the appropriate  
31 house of representatives and senate committees by December 2010.

32 (16) A maximum of \$166,875,000 of the general fund--state  
33 appropriation and \$38,389,000 of the general fund--federal  
34 appropriation may be expended in the fiscal biennium for the general  
35 assistance-unemployable medical program, and these amounts are provided  
36 solely for this program. Of these amounts, \$10,749,000 of the general  
37 fund--state appropriation for fiscal year 2010 and \$10,892,000 of the  
38 general fund--federal appropriation are provided solely for payments to

1 hospitals for providing outpatient services to low income patients who  
2 are recipients of general assistance-unemployable. Pursuant to RCW  
3 74.09.035, the department shall not expend for the general assistance  
4 medical care services program any amounts in excess of the amounts  
5 provided in this subsection.

6 (17) If the department determines that it is feasible within the  
7 amounts provided in subsection (16) of this section, and without the  
8 loss of federal disproportionate share hospital funds, the department  
9 shall contract with the carrier currently operating a managed care  
10 pilot project for the provision of medical care services to general  
11 assistance-unemployable clients. Mental health services shall be  
12 included in the services provided through the managed care system. If  
13 the department determines that it is feasible, effective October 1,  
14 2009, in addition to serving clients in the pilot counties, the carrier  
15 shall expand managed care services to clients residing in at least the  
16 following counties: Spokane, Yakima, Chelan, Kitsap, and Cowlitz. If  
17 the department determines that it is feasible, the carrier shall  
18 complete implementation into the remaining counties. Total per person  
19 costs to the state, including outpatient and inpatient services and any  
20 additional costs due to stop loss agreements, shall not exceed the per  
21 capita payments projected for the general assistance-unemployable  
22 eligibility category, by fiscal year, in the February 2009 medical  
23 assistance expenditures forecast. The department, in collaboration  
24 with the carrier, shall seek to improve the transition rate of general  
25 assistance clients to the federal supplemental security income program.

26 (18) The department shall evaluate the impact of the use of a  
27 managed care delivery and financing system on state costs and outcomes  
28 for general assistance medical clients. Outcomes measured shall  
29 include state costs, utilization, changes in mental health status and  
30 symptoms, and involvement in the criminal justice system.

31 (19) The department shall report to the governor and the fiscal  
32 committees of the legislature by June 1, 2010, on its progress toward  
33 achieving a twenty percentage point increase in the generic  
34 prescription drug utilization rate.

35 (20) State funds shall not be used by hospitals for advertising  
36 purposes.

37 (21) The department shall seek a medicaid state plan amendment to  
38 create a professional services supplemental payment program for

1 University of Washington medicine professional providers no later than  
2 July 1, 2009. The department shall apply federal rules for identifying  
3 the shortfall between current fee-for-service medicaid payments to  
4 participating providers and the applicable federal upper payment limit.  
5 Participating providers shall be solely responsible for providing the  
6 local funds required to obtain federal matching funds. Any incremental  
7 costs incurred by the department in the development, implementation,  
8 and maintenance of this program will be the responsibility of the  
9 participating providers. Participating providers will retain the full  
10 amount of supplemental payments provided under this program, net of any  
11 potential costs for any related audits or litigation brought against  
12 the state. The department shall report to the governor and the  
13 legislative fiscal committees on the prospects for expansion of the  
14 program to other qualifying providers as soon as feasibility is  
15 determined but no later than December 31, 2009. The report will  
16 outline estimated impacts on the participating providers, the  
17 procedures necessary to comply with federal guidelines, and the  
18 administrative resource requirements necessary to implement the  
19 program. The department will create a process for expansion of the  
20 program to other qualifying providers as soon as it is determined  
21 feasible by both the department and providers but no later than June  
22 30, 2010.

23 (22) \$9,350,000 of the general fund--state appropriation for fiscal  
24 year 2010, \$8,313,000 of the general fund--state appropriation for  
25 fiscal year 2011, and \$20,371,000 of the general fund--federal  
26 appropriation are provided solely for development and implementation of  
27 a replacement system for the existing medicaid management information  
28 system. The amounts provided in this subsection are conditioned on the  
29 department satisfying the requirements of section 902 of this act.

30 (23) \$506,000 of the general fund--state appropriation for fiscal  
31 year 2011 and \$657,000 of the general fund--federal appropriation are  
32 provided solely for the implementation of Second Substitute House Bill  
33 No. 1373 (children's mental health). If the bill is not enacted by  
34 June 30, 2009, the amounts provided in this subsection shall lapse.

35 (24) Pursuant to 42 U.S.C. Sec. 1396(a)(25), the department shall  
36 pursue insurance claims on behalf of medicaid children served through  
37 its in-home medically intensive child program under WAC 388-551-3000.

1 The department shall report to the Legislature by December 31, 2009, on  
2 the results of its efforts to recover such claims.

3 (25) The department may, on a case-by-case basis and in the best  
4 interests of the child, set payment rates for medically intensive home  
5 care services to promote access to home care as an alternative to  
6 hospitalization. Expenditures related to these increased payments  
7 shall not exceed the amount the department would otherwise pay for  
8 hospitalization for the child receiving medically intensive home care  
9 services.

10 (26) \$425,000 of the general fund--state appropriation for fiscal  
11 year 2010, \$425,000 of the general fund--state appropriation for fiscal  
12 year 2011, and \$1,580,000 of the general fund--federal appropriation  
13 are provided solely to continue children's health coverage outreach and  
14 education efforts under RCW 74.09.470. These efforts shall rely on  
15 existing relationships and systems developed with local public health  
16 agencies, health care providers, public schools, the women, infants,  
17 and children program, the early childhood education and assistance  
18 program, child care providers, newborn visiting nurses, and other  
19 community-based organizations. The department shall seek public-  
20 private partnerships and federal funds that are or may become available  
21 to provide on-going support for outreach and education efforts under  
22 the federal children's health insurance program reauthorization act of  
23 2009.

24 (27) The department, in conjunction with the office of financial  
25 management, shall reduce outpatient and inpatient hospital rates and  
26 implement a prorated inpatient payment policy. In determining the  
27 level of reductions needed, the department shall include in its  
28 calculations services paid under fee-for-service, managed care, and  
29 certified public expenditure payment methods; but reductions shall not  
30 apply to payments for psychiatric inpatient services or payments to  
31 critical access hospitals.

32 (28) The department will pursue a competitive procurement process  
33 for antihemophilic products, emphasizing evidence-based medicine and  
34 protection of patient access without significant disruption in  
35 treatment.

36 (29) The department will pursue several strategies towards reducing  
37 pharmacy expenditures including but not limited to increasing generic



1 prescription drug utilization by 20 percentage points and promoting  
2 increased utilization of the existing mail-order pharmacy program.

3 (30) The department shall reduce reimbursement for over-the-counter  
4 medications while maintaining reimbursement for those over-the-counter  
5 medications that can replace more costly prescription medications.

6 (31) The department shall seek public-private partnerships and  
7 federal funds that are or may become available to implement health  
8 information technology projects under the federal American recovery and  
9 reinvestment act of 2009.

10 (32) The department shall target funding for maternity support  
11 services towards pregnant women with factors that lead to higher rates  
12 of poor birth outcomes, including hypertension, a preterm or low birth  
13 weight birth in the most recent previous birth, a cognitive deficit or  
14 developmental disability, substance abuse, severe mental illness,  
15 unhealthy weight or failure to gain weight, tobacco use, or African  
16 American or Native American race.

17 (33) The department shall direct graduate medical education funds  
18 to programs that focus on primary care training.

19 (34) \$79,000 of the general fund--state appropriation for fiscal  
20 year 2010 and \$53,000 of the general fund--federal appropriation are  
21 provided solely to implement Substitute House Bill No. 1845 (medical  
22 support obligations).

23 (35) \$63,000 of the general fund--state appropriation for fiscal  
24 year 2010, \$583,000 of the general fund--state appropriation for fiscal  
25 year 2011, and \$864,000 of the general fund--federal appropriation are  
26 provided solely to implement Engrossed House Bill No. 2194  
27 (extraordinary medical placement for offenders). The department shall  
28 work in partnership with the department of corrections to identify  
29 services and find placements for offenders who are released through the  
30 extraordinary medical placement program. The department shall  
31 collaborate with the department of corrections to identify and track  
32 cost savings to the department of corrections, including medical cost  
33 savings, and to identify and track expenditures incurred by the aging  
34 and disability services program for community services and by the  
35 medical assistance program for medical expenses. A joint report  
36 regarding the identified savings and expenditures shall be provided to  
37 the office of financial management and the appropriate fiscal

1 committees of the legislature by November 30, 2010. If this bill is  
2 not enacted by June 30, 2009, the amounts provided in this subsection  
3 shall lapse.

4 (36) Sufficient amounts are provided in this section to provide  
5 full benefit dual eligible beneficiaries with medicare part D  
6 prescription drug copayment coverage in accordance with RCW 74.09.520.

7 NEW SECTION. **Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
8 **SERVICES--VOCATIONAL REHABILITATION PROGRAM**

9	General Fund--State Appropriation (FY 2010) . . . . .	\$10,452,000
10	General Fund--State Appropriation (FY 2011) . . . . .	\$10,127,000
11	General Fund--Federal Appropriation . . . . .	\$83,553,000
12	Telecommunications Devices for the Hearing and	
13	Speech Impaired--State Appropriation . . . . .	\$1,979,000
14	TOTAL APPROPRIATION . . . . .	\$106,111,000

15 The appropriations in this section are subject to the following  
16 conditions and limitations: The vocational rehabilitation program  
17 shall coordinate closely with the economic services program to serve  
18 general assistance unemployable clients who are referred for  
19 eligibility determination and vocational rehabilitation services, and  
20 shall make every effort, within the requirements of the federal  
21 rehabilitation act of 1973, to serve these clients.

22 NEW SECTION. **Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
23 **SERVICES--SPECIAL COMMITMENT PROGRAM**

24	General Fund--State Appropriation (FY 2010) . . . . .	\$54,027,000
25	General Fund--State Appropriation (FY 2011) . . . . .	\$53,137,000
26	TOTAL APPROPRIATION . . . . .	\$107,164,000

27 NEW SECTION. **Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
28 **SERVICES--ADMINISTRATION AND SUPPORTING SERVICES PROGRAM**

29	General Fund--State Appropriation (FY 2010) . . . . .	\$34,549,000
30	General Fund--State Appropriation (FY 2011) . . . . .	\$34,843,000
31	General Fund--Federal Appropriation . . . . .	\$55,149,000
32	General Fund--Private/Local Appropriation . . . . .	\$1,526,000
33	TOTAL APPROPRIATION . . . . .	\$126,067,000

34 The appropriations in this section are subject to the following  
35 conditions and limitations: In addition to other reductions, the

1 appropriations in this section reflect reductions targeted specifically  
2 to state government administrative costs. These administrative  
3 reductions shall be achieved, to the greatest extent possible, by  
4 reducing those administrative costs that do not affect direct client  
5 services or direct service delivery or programs.

6 (1) \$150,000 of the general fund--state appropriation for fiscal  
7 year 2010 and \$150,000 of the general fund--state appropriation for  
8 fiscal year 2011 are provided solely for the Washington state mentors  
9 program to continue its public-private partnerships to provide  
10 technical assistance and training to mentoring programs that serve at-  
11 risk youth.

12 (2) \$445,000 of the general fund--state appropriation for fiscal  
13 year 2010 and \$445,000 of the general fund--state appropriation for  
14 fiscal year 2011 are provided solely for funding of the teamchild  
15 project through the governor's juvenile justice advisory committee.

16 (3) \$178,000 of the general fund--state appropriation for fiscal  
17 year 2010 and \$178,000 of the general fund--state appropriation for  
18 fiscal year 2011 are provided solely for the juvenile detention  
19 alternatives initiative.

20 (4) Amounts appropriated in this section reflect a reduction to the  
21 family policy council. The family policy council shall reevaluate  
22 staffing levels and administrative costs to ensure to the extent  
23 possible a maximum ratio of grant moneys provided and administrative  
24 costs.

25 (5) Amounts appropriated in this section reflect a reduction to the  
26 council on children and families. The council on children and families  
27 shall reevaluate staffing levels and administrative costs to ensure to  
28 the extent possible a maximum ratio of grant moneys provided and  
29 administrative costs.

30 **NEW SECTION. Sec. 213. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
31 **SERVICES--PAYMENTS TO OTHER AGENCIES PROGRAM**

32	General Fund--State Appropriation (FY 2010) . . . . .	\$53,431,000
33	General Fund--State Appropriation (FY 2011) . . . . .	\$53,472,000
34	General Fund--Federal Appropriation . . . . .	\$49,494,000
35	TOTAL APPROPRIATION . . . . .	\$156,397,000

1 NEW SECTION. **Sec. 214. FOR THE STATE HEALTH CARE AUTHORITY**

2 General Fund--State Appropriation (FY 2010) . . . . . \$206,295,000  
3 General Fund--State Appropriation (FY 2011) . . . . . \$182,138,000  
4 General Fund--Federal Appropriation . . . . . \$6,302,000  
5 State Health Care Authority Administration Account--  
6 State Appropriation . . . . . \$35,261,000  
7 Medical Aid Account--State Appropriation . . . . . \$529,000  
8 TOTAL APPROPRIATION . . . . . \$430,525,000

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

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

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

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

1 noncash-flow expenses such as, but not limited to, depreciation,  
2 amortization, and home office deductions, as defined by the United  
3 States internal revenue service; and (f) pursue repayment and civil  
4 penalties from persons who have received excessive subsidies, as  
5 provided in RCW 70.47.060(9).

6 (4) In order to maximize the funding appropriated for the basic  
7 health plan, the health care authority is directed to make  
8 modifications that will reduce the total number of subsidized enrollees  
9 to approximately 65,000 by January 1, 2010. In addition to the reduced  
10 enrollment, other modifications may include changes in enrollee premium  
11 obligations, changes in benefits, enrollee cost-sharing, and  
12 termination of the enrollment of individuals concurrently enrolled in  
13 a medical assistance program as provided in Substitute House Bill No.  
14 2341.

15 (5) \$250,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$250,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for the implementation of  
18 Substitute Senate Bill No. 5360 (community collaboratives). If the  
19 bill is not enacted by June 30, 2009, the amounts provided in this  
20 section shall lapse.

21 (6) The department shall seek public-private partnerships and  
22 federal funds that are or may become available to implement health  
23 information technology projects under the federal American recovery and  
24 reinvestment act of 2009.

25 NEW SECTION. **Sec. 215. FOR THE HUMAN RIGHTS COMMISSION**

26	General Fund--State Appropriation (FY 2010) . . . . .	\$2,802,000
27	General Fund--State Appropriation (FY 2011) . . . . .	\$2,814,000
28	General Fund--Federal Appropriation . . . . .	\$1,299,000
29	TOTAL APPROPRIATION . . . . .	\$6,915,000

30 NEW SECTION. **Sec. 216. FOR THE BOARD OF INDUSTRIAL INSURANCE**  
31 **APPEALS**

32	Worker and Community Right-to-Know Account--	
33	State Appropriation . . . . .	\$20,000
34	Accident Account--State Appropriation . . . . .	\$18,453,000
35	Medical Aid Account--State Appropriation . . . . .	\$18,453,000
36	TOTAL APPROPRIATION . . . . .	\$36,926,000

1 NEW SECTION. Sec. 217. FOR THE CRIMINAL JUSTICE TRAINING

2 COMMISSION

3	General Fund--State Appropriation (FY 2010) . . . . .	\$19,146,000
4	General Fund--State Appropriation (FY 2011) . . . . .	\$19,176,000
5	General Fund--Private/Local Appropriation . . . . .	\$200,000
6	Death Investigations Account--State Appropriation . . . . .	\$148,000
7	Municipal Criminal Justice Assistance Account--	
8	State Appropriation . . . . .	\$460,000
9	Washington Auto Theft Prevention Authority Account--	
10	State Appropriation . . . . .	\$5,844,000
11	TOTAL APPROPRIATION . . . . .	\$44,974,000

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

14 (1) \$1,874,000 of the general fund--state appropriation for fiscal  
15 year 2010 and \$1,922,000 of the general fund--state appropriation for  
16 fiscal year 2011 are provided solely for 10 additional basic law  
17 enforcement academies in fiscal year 2010 and 10 additional basic law  
18 enforcement academies in fiscal year 2011.

19 (2) \$1,191,000 of the general fund--state appropriation for fiscal  
20 year 2010 and \$1,191,000 of the general fund--state appropriation for  
21 fiscal year 2011 are provided solely for the Washington association of  
22 sheriffs and police chiefs to continue to develop, maintain, and  
23 operate the jail booking and reporting system (JBRS) and the statewide  
24 automated victim information and notification system (SAVIN).

25 (3) \$5,000,000 of the general fund--state appropriation for fiscal  
26 year 2010 and \$5,000,000 of the general fund--state appropriation for  
27 fiscal year 2011, are provided to the Washington association of  
28 sheriffs and police chiefs solely to verify the address and residency  
29 of registered sex offenders and kidnapping offenders under RCW  
30 9A.44.130. The Washington association of sheriffs and police chiefs  
31 shall:

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

- 35 (i) For level I offenders, every twelve months;
- 36 (ii) For level II offenders, every six months; and
- 37 (iii) For level III offenders, every three months.

1 For the purposes of this subsection, unclassified offenders and  
2 kidnapping offenders shall be considered at risk level I unless in the  
3 opinion of the local jurisdiction a higher classification is in the  
4 interest of public safety.

5 (b) Collect performance data from all participating jurisdictions  
6 sufficient to evaluate the efficiency and effectiveness of the address  
7 and residency verification program; and

8 (c) Submit a report on the effectiveness of the address and  
9 residency verification program to the governor and the appropriate  
10 committees of the house of representatives and senate by December 31,  
11 each year.

12 The Washington association of sheriffs and police chiefs may retain up  
13 to three percent of the amount provided in this subsection for the cost  
14 of administration. Any funds not disbursed for address and residency  
15 verification or retained for administration may be allocated to local  
16 prosecutors for the prosecution costs associated with failing-to-  
17 register offenses.

18 (4) \$30,000 of the general fund--state appropriation for fiscal  
19 year 2010 is provided solely for the implementation of Second  
20 Substitute House Bill No. 2078 (persons with developmental disabilities  
21 in correctional facilities or jails). If the bill is not enacted by  
22 June 30, 2009, the amount provided in this subsection shall lapse.

23 NEW SECTION. **Sec. 218. FOR THE DEPARTMENT OF LABOR AND**  
24 **INDUSTRIES**

25	General Fund--State Appropriation (FY 2010) . . . . .	\$24,224,000
26	General Fund--State Appropriation (FY 2011) . . . . .	\$25,237,000
27	General Fund--Federal Appropriation . . . . .	\$100,000
28	Public Safety and Education Account--Federal	
29	Appropriation . . . . .	\$10,000,000
30	Asbestos Account--State Appropriation . . . . .	\$924,000
31	Electrical License Account--State Appropriation . . . . .	\$43,162,000
32	Farm Labor Revolving Account--Private/Local Appropriation . . .	\$28,000
33	Worker and Community Right-to-Know Account--	
34	State Appropriation . . . . .	\$1,979,000
35	Public Works Administration Account--State Appropriation . .	\$5,764,000
36	Manufactured Home Installation Training Account--	
37	State Appropriation . . . . .	\$138,000

1	Accident Account--State Appropriation . . . . .	\$248,281,000
2	Accident Account--Federal Appropriation . . . . .	\$13,622,000
3	Medical Aid Account--State Appropriation . . . . .	\$249,537,000
4	Medical Aid Account--Federal Appropriation . . . . .	\$3,186,000
5	Plumbing Certificate Account--State Appropriation . . . . .	\$1,693,000
6	Pressure Systems Safety Account--State Appropriation . . . . .	\$3,775,000
7	TOTAL APPROPRIATION . . . . .	\$631,650,000

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

10 (1) Pursuant to RCW 43.135.055, the department is authorized to  
11 increase fees related to factory assembled structures, contractor  
12 registration, electricians, plumbers, asbestos removal, boilers,  
13 elevators, and manufactured home installers. These increases are  
14 necessary to support expenditures authorized in this section,  
15 consistent with chapters 43.22, 18.27, 19.28, and 18.106 RCW, RCW  
16 49.26.130, and chapters 70.79, 70.87, and 43.22A RCW.

17 (2) \$424,000 of the accident account--state appropriation and  
18 \$76,000 of the medical aid account--state appropriation are provided  
19 solely for implementation of a community agricultural worker safety  
20 grant at the department of agriculture. The department shall enter  
21 into an interagency agreement with the department of agriculture to  
22 implement the grant.

23 (3) \$4,850,000 of the medical aid account--state appropriation is  
24 provided solely to continue the program of safety and health as  
25 authorized by RCW 49.17.210 to be administered under rules adopted  
26 pursuant to chapter 34.05 RCW, provided that projects funded involve  
27 workplaces insured by the medical aid fund, and that priority is given  
28 to projects fostering accident prevention through cooperation between  
29 employers and employees or their representatives.

30 (4) \$150,000 of the medical aid account--state appropriation is  
31 provided solely for the department to contract with one or more  
32 independent experts to evaluate and recommend improvements to the  
33 rating plan under chapter 51.18 RCW, including analyzing how risks are  
34 pooled, the effect of including worker premium contributions in  
35 adjustment calculations, incentives for accident and illness  
36 prevention, return-to-work practices, and other sound risk-management  
37 strategies that are consistent with recognized insurance principles.



1 (5) The department shall continue to conduct utilization reviews of  
2 physical and occupational therapy cases at the 24th visit. The  
3 department shall continue to report performance measures and targets  
4 for these reviews on the agency web site. The reports are due  
5 September 30th for the prior fiscal year and must include the amount  
6 spent and the estimated savings per fiscal year.

7 (6) The appropriations in this section reflect reductions in the  
8 appropriations for the department of labor and industries'  
9 administrative expenses. It is the intent of the legislature that  
10 these reductions shall be achieved, to the greatest extent possible, by  
11 reducing administrative costs only.

12 (7) \$500,000 of the accident account--state appropriation is  
13 provided solely for the department to contract with one or more  
14 independent experts to oversee and assist the department's  
15 implementation of improvements to the rating plan under chapter 51.18  
16 RCW, in collaboration with the department and with the department's  
17 work group of retrospective rating and workers' compensation  
18 stakeholders. The independent experts will validate the impact of  
19 recommended changes on retrospective rating participants and  
20 nonparticipants, confirm implementation technology changes, and provide  
21 other implementation assistance as determined by the department.

22 (8) \$194,000 of the accident account--state appropriation and  
23 \$192,000 of the medical aid account--state appropriation are provided  
24 solely for implementation of Senate Bill No. 5346 (health care  
25 administrative procedures). If the bill is not enacted by June 30,  
26 2009, the amounts provided in this subsection shall lapse.

27 (9) \$131,000 of the accident account--state appropriation and  
28 \$128,000 of the medical aid account--state appropriation are provided  
29 solely for implementation of Senate Bill No. 5613 (stop work orders).  
30 If the bill is not enacted by June 30, 2009, the amounts provided in  
31 this subsection shall lapse.

32 (10) \$68,000 of the accident account--state appropriation and  
33 \$68,000 of the medical aid account--state appropriation are provided  
34 solely for implementation of Senate Bill No. 5688 (registered domestic  
35 partners). If the bill is not enacted by June 30, 2009, the amounts  
36 provided in this subsection shall lapse.

37 (11) \$320,000 of the accident account--state appropriation and  
38 \$147,000 of the medical aid account--state appropriation are provided

1 solely for implementation of Senate Bill No. 5873 (apprenticeship  
2 utilization). If the bill is not enacted by June 30, 2009, the amounts  
3 provided in this subsection shall lapse.

4 (12) \$337,000 of the general fund--state appropriation for fiscal  
5 year 2010 and \$183,000 of the general fund--state appropriation for  
6 fiscal year 2011 are provided solely for implementation of Senate Bill  
7 No. 5895 (residential real property). If the bill is not enacted by  
8 June 30, 2009, the amounts provided in this subsection shall lapse.

9 (13) \$394,000 of the accident account--state appropriation and  
10 \$394,000 of the medical aid account--state appropriation are provided  
11 solely for implementation of Senate Bill No. 6035 (retrospective rating  
12 plans). If the bill is not enacted by June 30, 2009, the amounts  
13 provided in this subsection shall lapse.

14 (14) \$269,000 of the general fund--state appropriation for fiscal  
15 year 2010 and \$183,000 of the general fund--state appropriation for  
16 fiscal year 2011 are provided solely for the implementation of  
17 Engrossed Second Substitute House Bill No. 1393 (residential  
18 construction). If the bill is not enacted by June 30, 2009, the  
19 amounts provided in this subsection shall lapse.

20 (15) \$73,000 of the general fund--state appropriation for fiscal  
21 year 2010, \$66,000 of the general fund--state appropriation for fiscal  
22 year 2011, \$606,000 of the accident account--state appropriation, and  
23 \$600,000 of the medical aid account--state appropriation are provided  
24 solely for the implementation of House Bill No. 1555 (underground  
25 economy). If the bill is not enacted by June 30, 2009, the amounts  
26 provided in this subsection shall lapse.

27 (16) \$574,000 of the accident account--state appropriation and  
28 \$579,000 of the medical account--state appropriation are provided  
29 solely for the implementation of House Bill No. 1402 (industrial  
30 insurance appeals). If the bill is not enacted by June 30, 2009, the  
31 amounts provided in this subsection shall lapse.

32 NEW SECTION. **Sec. 219. FOR THE INDETERMINATE SENTENCE REVIEW**  
33 **BOARD**

34	General Fund--State Appropriation (FY 2010) . . . . .	\$1,913,000
35	General Fund--State Appropriation (FY 2011) . . . . .	\$1,917,000
36	TOTAL APPROPRIATION . . . . .	\$3,830,000

1           NEW SECTION.   **Sec. 220.   FOR THE DEPARTMENT OF VETERANS AFFAIRS**

2           (1) HEADQUARTERS

3	General Fund--State Appropriation (FY 2010) . . . . .	\$1,913,000
4	General Fund--State Appropriation (FY 2011) . . . . .	\$1,899,000
5	Charitable, Educational, Penal, and Reformatory	
6	Institutions Account--State Appropriation . . . . .	\$10,000
7	TOTAL APPROPRIATION . . . . .	\$3,822,000

8           The appropriations in this subsection are subject to the following  
9 conditions and limitations: In addition to other reductions, the  
10 appropriations in this section reflect reductions targeted specifically  
11 to state government administrative costs. These administrative  
12 reductions shall be achieved, to the greatest extent possible, by  
13 reducing those administrative costs that do not affect direct client  
14 services or direct service delivery or programs.

15          (2) FIELD SERVICES

16	General Fund--State Appropriation (FY 2010) . . . . .	\$4,885,000
17	General Fund--State Appropriation (FY 2011) . . . . .	\$4,943,000
18	General Fund--Federal Appropriation . . . . .	\$1,842,000
19	General Fund--Private/Local Appropriation . . . . .	\$3,491,000
20	Veterans Innovations Program Account--State	
21	Appropriation . . . . .	\$648,000
22	Veteran Estate Management Account--Private/Local	
23	Appropriation . . . . .	\$1,069,000
24	TOTAL APPROPRIATION . . . . .	\$16,878,000

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

27          (a) The department shall collaborate with the department of social  
28 and health services to identify and assist eligible general assistance  
29 unemployable clients to access the federal department of veterans  
30 affairs benefits.

31          (b) \$648,000 of the veterans innovations program account--state  
32 appropriation is provided solely for the department to continue support  
33 for returning combat veterans through the veterans innovation program,  
34 including emergency financial assistance through the defenders' fund  
35 and long-term financial assistance through the competitive grant  
36 program.

1 (c) In addition to other reductions, the appropriations in this  
2 section reflect reductions targeted specifically to state government  
3 administrative costs. These administrative reductions shall be  
4 achieved, to the greatest extent possible, by reducing those  
5 administrative costs that do not affect direct client services or  
6 direct service delivery or programs.

7 (3) INSTITUTIONAL SERVICES

8	General Fund--State Appropriation (FY 2010) . . . . .	\$3,638,000
9	General Fund--State Appropriation (FY 2011) . . . . .	\$2,845,000
10	General Fund--Federal Appropriation . . . . .	\$50,791,000
11	General Fund--Private/Local Appropriation . . . . .	\$31,734,000
12	TOTAL APPROPRIATION . . . . .	\$89,008,000

13 The appropriations in this subsection are subject to the following  
14 conditions and limitations: In addition to other reductions, the  
15 appropriations in this section reflect reductions targeted specifically  
16 to state government administrative costs. These administrative  
17 reductions shall be achieved, to the greatest extent possible, by  
18 reducing those administrative costs that do not affect direct client  
19 services or direct service delivery or programs.

20 NEW SECTION. **Sec. 221. FOR THE HOME CARE QUALITY AUTHORITY**

21	General Fund--State Appropriation (FY 2010) . . . . .	\$1,229,000
22	General Fund--State Appropriation (FY 2011) . . . . .	\$1,221,000
23	TOTAL APPROPRIATION . . . . .	\$2,450,000

24 NEW SECTION. **Sec. 222. FOR THE DEPARTMENT OF HEALTH**

25	General Fund--State Appropriation (FY 2010) . . . . .	\$108,879,000
26	General Fund--State Appropriation (FY 2011) . . . . .	\$84,169,000
27	General Fund--Federal Appropriation . . . . .	\$480,871,000
28	General Fund--Private/Local Appropriation . . . . .	\$138,846,000
29	Hospital Data Collection Account--State Appropriation . . . . .	\$326,000
30	Health Professions Account--State Appropriation . . . . .	\$76,218,000
31	Aquatic Lands Enhancement Account--State Appropriation . . . . .	\$603,000
32	Emergency Medical Services and Trauma Care Systems	
33	Trust Account--State Appropriation . . . . .	\$13,531,000
34	Safe Drinking Water Account--State Appropriation . . . . .	\$2,723,000
35	Drinking Water Assistance Account--Federal	
36	Appropriation . . . . .	\$22,817,000
37	Waterworks Operator Certification--State Appropriation . . . . .	\$1,519,000



1 the cost of activities related to the administration of long-term care  
2 worker certification. The department is further authorized to increase  
3 fees by the amount necessary to implement the regulatory requirements  
4 of the following bills: House Bill No. 1414 (health care assistants),  
5 House Bill No. 1740 (dental residency licenses), and House Bill No.  
6 1899 (retired active physician licenses).

7 (3) Within the amounts appropriated in this section, the department  
8 of health shall continue operations of the pesticide incident report  
9 and tracking review panel.

10 (4) \$764,000 of the health professions account--state appropriation  
11 is provided solely for the medical quality assurance commission to  
12 maintain disciplinary staff and associated costs sufficient to reduce  
13 the backlog of disciplinary cases and to continue to manage the  
14 disciplinary caseload of the commission.

15 (5) \$57,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$58,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for the midwifery licensure and  
18 regulatory program to offset a reduction in revenue from fees. There  
19 shall be no change to the current annual fees for new or renewed  
20 licenses for the midwifery program. The department shall convene the  
21 midwifery advisory committee on a quarterly basis to address issues  
22 related to licensed midwifery.

23 (6) Funding for the human papillomavirus vaccine shall not be  
24 included in the department's universal vaccine purchase program in  
25 fiscal year 2010. Remaining funds for the universal vaccine purchase  
26 program shall be used to continue the purchase of all other vaccines  
27 included in the program until May 1, 2010, or until state funds are  
28 exhausted, at which point state funding for the universal vaccine  
29 purchase program shall be discontinued. Funds from section 317 of the  
30 federal public health services act direct assistance shall not be used  
31 in lieu of state funds.

32 (7) Beginning July 1, 2010, the department, in collaboration with  
33 the department of social and health services, shall maximize the use of  
34 existing federal funds, including section 317 of the federal public  
35 health services act direct assistance as well as federal funds that may  
36 become available under the American recovery and reinvestment act, in  
37 order to continue to provide immunizations for low-income, nonmedicaid

1 eligible children up to three hundred percent of the federal poverty  
2 level in state-sponsored health programs.

3 (8) The department shall eliminate outreach activities for the  
4 health care directives registry and use the remaining amounts to  
5 maintain the contract for the registry and minimal staffing necessary  
6 to administer the basic entry functions for the registry.

7 (9) Funding in this section reflects a temporary reduction of  
8 resources for the 2009-11 fiscal biennium for the state board of health  
9 to conduct health impact reviews.

10 (10) Pursuant to RCW 43.135.055 and 43.70.125, the department is  
11 authorized to adopt rules to establish a fee schedule to apply to  
12 applicants for initial certification surveys of health care facilities  
13 for purposes of receiving federal health care program reimbursement.  
14 The fees shall only apply when the department has determined that  
15 federal funding is not sufficient to compensate the department for the  
16 cost of conducting initial certification surveys. The fees for initial  
17 certification surveys may be established as follows: Up to \$1,815 for  
18 ambulatory surgery centers, up to \$2,015 for critical access hospitals,  
19 up to \$980 for end stage renal disease facilities, up to \$2,285 for  
20 home health agencies, up to \$2,285 for hospice agencies, up to \$2,285  
21 for hospitals, up to \$520 for rehabilitation facilities, up to \$690 for  
22 rural health clinics, and up to \$7,000 for transplant hospitals.

23 (11) Funding for family planning grants for fiscal year 2011 is  
24 eliminated in the expectation that federal funding shall become  
25 available to expand coverage of services for individuals through  
26 programs at the department of social and health services. In the event  
27 that such funding is not provided, the legislature intends to continue  
28 funding through a supplemental appropriation at fiscal year 2010  
29 levels.

30 (12) \$16,000,000 of the tobacco prevention and control account--  
31 state appropriation is provided solely for local health jurisdictions  
32 to conduct core public health functions as defined in RCW 43.70.514.

33 (13) \$100,000 of the health professions account appropriation is  
34 provided solely for implementation of Substitute House Bill No. 1414  
35 (health care assistants). If the bill is not enacted by June 30, 2009,  
36 the amount provided in this subsection shall lapse.

37 (14) \$42,000 of the health professions account--state appropriation

1 is provided solely to implement Substitute House Bill No. 1740  
2 (dentistry license issuance). If the bill is not enacted by June 30,  
3 2009, the amount provided in this section shall lapse.

4 (15) \$23,000 of the health professions account--state appropriation  
5 is provided solely to implement Second Substitute House Bill No. 1899  
6 (retired active physician licenses). If the bill is not enacted by  
7 June 30, 2009, the amount provided in this section shall lapse.

8 (16) \$12,000 of the general fund--state appropriation for fiscal  
9 year 2010 and \$67,000 of the general fund--private/local appropriation  
10 are provided solely to implement House Bill No. 1510 (birth  
11 certificates). If the bill is not enacted by June 30, 2009, the amount  
12 provided in this section shall lapse.

13 (17) \$31,000 of the health professions account is provided for the  
14 implementation of Second Substitute Senate Bill No. 5850 (human  
15 trafficking). If the bill is not enacted by June 2009, the amount  
16 provided in this subsection shall lapse.

17 (18) \$282,000 of the health professions account is provided for the  
18 implementation of Substitute Senate Bill No. 5752 (dentists cost  
19 recovery). If the bill is not enacted by June 2009, the amount  
20 provided in this subsection shall lapse.

21 (19) \$106,000 of the health professions account is provided for the  
22 implementation of Substitute Senate Bill No. 5601 (speech language  
23 assistants). If the bill is not enacted by June 2009, the amount  
24 provided in this subsection shall lapse.

25 (20) Sufficient funds are provided in this section to continue the  
26 health care WorkForce survey pursuant to RCW 43.70.695.

27 **NEW SECTION. Sec. 223. FOR THE DEPARTMENT OF CORRECTIONS**

28 (1) ADMINISTRATION AND SUPPORT SERVICES

29 General Fund--State Appropriation (FY 2010) . . . . .	\$55,622,000
30 General Fund--State Appropriation (FY 2011) . . . . .	\$56,318,000
31 TOTAL APPROPRIATION . . . . .	\$111,940,000

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

34 (a) Within funds appropriated in this section, the department shall  
35 seek contracts for chemical dependency vendors to provide chemical  
36 dependency treatment of offenders in corrections facilities, including



1 corrections centers and community supervision facilities, which have  
2 demonstrated effectiveness in treatment of offenders and are able to  
3 provide data to show a successful treatment rate.

4 (b) \$35,000 of the general fund--state appropriation for fiscal  
5 year 2010 and \$35,000 of the general fund--state appropriation for  
6 fiscal year 2011 are provided solely for the support of a statewide  
7 council on mentally ill offenders that includes as its members  
8 representatives of community-based mental health treatment programs,  
9 current or former judicial officers, and directors and commanders of  
10 city and county jails and state prison facilities. The council will  
11 investigate and promote cost-effective approaches to meeting the long-  
12 term needs of adults and juveniles with mental disorders who have a  
13 history of offending or who are at-risk of offending, including their  
14 mental health, physiological, housing, employment, and job training  
15 needs.

16 (2) CORRECTIONAL OPERATIONS

17	General Fund--State Appropriation (FY 2010) . . . . .	\$459,575,000
18	General Fund--State Appropriation (FY 2011) . . . . .	\$629,070,000
19	General Fund--Federal Appropriation . . . . .	\$185,131,000
20	General Fund--Private/Local Appropriation . . . . .	\$3,536,000
21	Washington Auto Theft Prevention Authority Account--	
22	State Appropriation . . . . .	\$5,960,000
23	TOTAL APPROPRIATION . . . . .	\$1,283,272,000

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

26 (a) The department may expend funds generated by contractual  
27 agreements entered into for mitigation of severe overcrowding in local  
28 jails. Any funds generated in excess of actual costs shall be  
29 deposited in the state general fund. Expenditures shall not exceed  
30 revenue generated by such agreements and shall be treated as a recovery  
31 of costs.

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

35 (c) The department shall accomplish personnel reductions with the  
36 least possible impact on correctional custody staff, community custody  
37 staff, and correctional industries. For the purposes of this

1 subsection, correctional custody staff means employees responsible for  
2 the direct supervision of offenders.

3 (d) During the 2009-11 biennium, when contracts are established or  
4 renewed for offender pay phone and other telephone services provided to  
5 inmates, the department shall select the contractor or contractors  
6 primarily based on the following factors: (i) The lowest rate charged  
7 to both the inmate and the person paying for the telephone call; and  
8 (ii) the lowest commission rates paid to the department, while  
9 providing reasonable compensation to cover the costs of the department  
10 to provide the telephone services to inmates and provide sufficient  
11 revenues for the activities funded from the institutional welfare  
12 betterment account.

13 (e) The Harborview medical center shall provide inpatient and  
14 outpatient hospital services to offenders confined in department of  
15 corrections facilities at a rate no greater than the average rate that  
16 the department has negotiated with other community hospitals in  
17 Washington state.

18 (f) The appropriations in this subsection are based upon savings  
19 assumed from the implementation of the following bills: Engrossed  
20 Senate Bill No. 6183 (illegal alien offenders), Engrossed House Bill  
21 No. 2194 (extraordinary medical placement), Senate Bill No. 6167  
22 (crimes against property), Senate Bill No. 5525 (state  
23 institutions/release), chapter 147, Laws of 2009 (Substitute Senate  
24 Bill No. 5987) (corrections department personnel), and Substitute  
25 Senate Bill No. 6160 (criminal justice sentencing).

26 (g) A political subdivision which is applying for funding to  
27 mitigate one-time impacts associated with construction or expansion of  
28 a correctional institution, consistent with WAC 137-12A-030, may apply  
29 for the mitigation funds in the fiscal biennium in which the impacts  
30 occur or in the immediately succeeding fiscal biennium.

31 (h) Within amounts provided in this subsection, the department,  
32 jointly with the department of social and health services, shall  
33 identify the number of offenders released through the extraordinary  
34 medical placement program, the cost savings to the department of  
35 corrections, including estimated medical cost savings, and the costs  
36 for medical services in the community incurred by the department of  
37 social and health services. The department and the department of

1 social and health services shall jointly report to the office of  
2 financial management and the appropriate fiscal committees of the  
3 legislature by November 30, 2010.

4 (i) \$11,863,000 of the general fund--state appropriation for fiscal  
5 year 2010, \$11,864,000 of the general fund--state appropriation for  
6 fiscal year 2011, and \$2,336,000 of the general fund--private/local  
7 appropriation are provided solely for in-prison evidence-based programs  
8 and for the reception diagnostic center program as part of the offender  
9 re-entry initiative.

10 (3) COMMUNITY SUPERVISION

11	General Fund--State Appropriation (FY 2010) . . . . .	\$152,122,000
12	General Fund--State Appropriation (FY 2011) . . . . .	\$141,982,000
13	General Fund--Federal Appropriation . . . . .	\$750,000
14	TOTAL APPROPRIATION . . . . .	\$294,854,000

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

17 (a) The department shall accomplish personnel reductions with the  
18 least possible impact on correctional custody staff, community custody  
19 staff, and correctional industries. For the purposes of this  
20 subsection, correctional custody staff means employees responsible for  
21 the direct supervision of offenders.

22 (b) \$2,083,000 of the general fund--state appropriation for fiscal  
23 year 2010 and \$2,083,000 of the general fund--state appropriation for  
24 fiscal year 2011 are provided solely to implement Senate Bill No. 5525  
25 (state institutions/release). If the bill is not enacted by June 30,  
26 2009, the amounts provided in this subsection shall lapse.

27 (c) \$375,000 of the general fund--state appropriation for fiscal  
28 year 2010 is provided solely as a matching amount of state funds for a  
29 federal second chance act grant and is contingent upon receipt of  
30 \$750,000 of federal funding under the second chance act.

31 (d) The appropriations in this subsection are based upon savings  
32 assumed from the implementation of Engrossed Substitute Senate Bill No.  
33 5288 (supervision of offenders).

34 (e) \$2,791,000 of the general fund--state appropriation for fiscal  
35 year 2010 and \$3,166,000 of the general fund--state appropriation for  
36 fiscal year 2011 are provided solely for evidence-based community  
37 programs and for community justice centers as part of the offender re-  
38 entry initiative.

1 (4) CORRECTIONAL INDUSTRIES

2	General Fund--State Appropriation (FY 2010) . . . . .	\$2,574,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$2,565,000
4	TOTAL APPROPRIATION . . . . .	\$5,139,000

5 The appropriations in this subsection are subject to the following  
6 conditions and limitations: \$132,000 of the general fund--state  
7 appropriation for fiscal year 2010 and \$132,000 of the general fund--  
8 state appropriation for fiscal year 2011 are provided solely for  
9 transfer to the jail industries board. The board shall use the amounts  
10 provided only for administrative expenses, equipment purchases, and  
11 technical assistance associated with advising cities and counties in  
12 developing, promoting, and implementing consistent, safe, and efficient  
13 offender work programs.

14 (5) INTERAGENCY PAYMENTS

15	General Fund--State Appropriation (FY 2010) . . . . .	\$40,455,000
16	General Fund--State Appropriation (FY 2011) . . . . .	\$40,450,000
17	TOTAL APPROPRIATION . . . . .	\$80,905,000

18 NEW SECTION. **Sec. 224. FOR THE DEPARTMENT OF SERVICES FOR THE**  
19 **BLIND**

20	General Fund--State Appropriation (FY 2010) . . . . .	\$2,544,000
21	General Fund--State Appropriation (FY 2011) . . . . .	\$2,550,000
22	General Fund--Federal Appropriation . . . . .	\$18,125,000
23	General Fund--Private/Local Appropriation . . . . .	\$20,000
24	TOTAL APPROPRIATION . . . . .	\$23,239,000

25 The amounts appropriated in this section are subject to the  
26 following conditions and limitations: Sufficient amounts are  
27 appropriated in this section to support contracts for services that  
28 provide employment support and help with life activities for deaf and  
29 blind individuals in King county.

30 NEW SECTION. **Sec. 225. FOR THE SENTENCING GUIDELINES COMMISSION**

31	General Fund--State Appropriation (FY 2010) . . . . .	\$978,000
32	General Fund--State Appropriation (FY 2011) . . . . .	\$976,000
33	TOTAL APPROPRIATION . . . . .	\$1,954,000

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

1 (1) Within the amounts appropriated in this section, the sentencing  
 2 guidelines commission, in partnership with the courts, shall develop a  
 3 plan to implement an evidence-based system of community custody for  
 4 adult felons that will include the consistent use of evidence-based  
 5 risk and needs assessment tools, programs, supervision modalities, and  
 6 monitoring of program integrity. The plan for the evidence-based  
 7 system of community custody shall include provisions for identifying  
 8 cost-effective rehabilitative programs; identifying offenders for whom  
 9 such programs would be cost-effective; monitoring the system for cost-  
 10 effectiveness; and reporting annually to the legislature. In  
 11 developing the plan, the sentencing guidelines shall consult with: The  
 12 Washington state institute for public policy; the legislature; the  
 13 department of corrections; local governments; prosecutors; defense  
 14 attorneys; victim advocate groups; law enforcement; the Washington  
 15 federation of state employees; and other interested entities. The  
 16 sentencing guidelines commission shall report its recommendations to  
 17 the governor and the legislature by December 1, 2009.

18 (2)(a) Except as provided in subsection (b), during the 2009-11  
 19 biennium, the reports required by RCW 9.94A.480(2) and 9.94A.850(2) (d)  
 20 and (h) shall be prepared within the available funds and may be delayed  
 21 or suspended at the discretion of the commission.

22 (b) The commission shall submit the analysis described in section  
 23 15 of Engrossed Substitute Senate Bill No. 5288 no later than December  
 24 1, 2011.

25 **NEW SECTION. Sec. 226. FOR THE EMPLOYMENT SECURITY DEPARTMENT**

26	General Fund--State Appropriation (FY 2010) . . . . .	\$7,054,000
27	General Fund--State Appropriation (FY 2011) . . . . .	\$53,000
28	General Fund--Federal Appropriation . . . . .	\$320,561,000
29	General Fund--Private/Local Appropriation . . . . .	\$33,825,000
30	Unemployment Compensation Administration	
31	Account--Federal Appropriation . . . . .	\$332,904,000
32	Administrative Contingency Account--State	
33	Appropriation . . . . .	\$293,000
34	Employment Service Administrative Account--	
35	State Appropriation . . . . .	\$37,195,000
36	TOTAL APPROPRIATION . . . . .	\$731,885,000

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

3       (1) \$49,697,000 of the unemployment compensation administration  
4 account--federal appropriation is provided from amounts made available  
5 to the state by section 903(d) of the social security act (Reed act).  
6 This amount is authorized to continue current unemployment insurance  
7 functions and department services to employers and job seekers.

8       (2) \$32,067,000 of the unemployment compensation administration  
9 account--federal appropriation is provided from amounts made available  
10 to the state by section 903(d) of the social security act (Reed act).  
11 This amount is authorized to fund the replacement of the unemployment  
12 insurance tax information system (TAXIS) for the employment security  
13 department. This section is subject to section 902 of this act.

14       (3) \$110,000 of the unemployment compensation administration  
15 account--federal appropriation is provided solely for implementation of  
16 Senate Bill No. 5804 (leaving part time work voluntarily). If the bill  
17 is not enacted by June 30, 2009, the amounts provided in this  
18 subsection shall lapse.

19       (4) \$1,263,000 of the unemployment compensation administration  
20 account--federal appropriation is provided solely for implementation of  
21 Senate Bill No. 5963 (unemployment insurance). If the bill is not  
22 enacted by June 30, 2009, the amounts provided in this subsection shall  
23 lapse.

24       (5) \$159,000 of the unemployment compensation account--federal  
25 appropriation is provided solely for the implementation of House Bill  
26 No. 1555 (underground economy) from funds made available to the state  
27 by section 903(d) of the social security act (Reed act).

28       (6) \$293,000 of the administrative contingency--state appropriation  
29 for fiscal year 2010 is provided solely for the implementation of House  
30 Bill No. 2227 (evergreen jobs act). If the bill is not enacted by June  
31 30, 2009, the amounts provided in this subsection shall lapse.

32       (7) \$7,000,000 of the general fund--state appropriation for fiscal  
33 year 2010 is provided solely for the implementation of Senate Bill No.  
34 5809 (WorkForce employment and training). If the bill is not enacted  
35 by June 30, 2009, the amounts provided in this subsection shall lapse.

(End of part)

**PART III**  
**NATURAL RESOURCES**

**NEW SECTION. Sec. 301. FOR THE COLUMBIA RIVER GORGE COMMISSION**

General Fund--State Appropriation (FY 2010)	\$441,000
General Fund--State Appropriation (FY 2011)	\$445,000
General Fund--Federal Appropriation	\$30,000
General Fund--Private/Local Appropriation	\$864,000
TOTAL APPROPRIATION	\$1,780,000

**NEW SECTION. Sec. 302. FOR THE DEPARTMENT OF ECOLOGY**

General Fund--State Appropriation (FY 2010)	\$60,166,000
General Fund--State Appropriation (FY 2011)	\$58,190,000
General Fund--Federal Appropriation	\$82,452,000
General Fund--Private/Local Appropriation	\$16,668,000
Special Grass Seed Burning Research Account--State Appropriation	\$14,000
Reclamation Account--State Appropriation	\$3,679,000
Flood Control Assistance Account--State Appropriation	\$1,965,000
Waste Reduction/Recycling/Litter Control--State Appropriation	\$14,554,000
State and Local Improvements Revolving Account (Water Supply Facilities)--State Appropriation	\$426,000
Freshwater Aquatic Algae Control Account--State Appropriation	\$509,000
Water Rights Tracking System Account--State Appropriation	\$116,000
Site Closure Account--State Appropriation	\$706,000
Wood Stove Education and Enforcement Account-- State Appropriation	\$612,000
Worker and Community Right-to-Know Account-- State Appropriation	\$1,670,000
State Toxics Control Account--State Appropriation	\$101,727,000
State Toxics Control Account--Private/Local Appropriation	\$383,000

1	Local Toxics Control Account--State Appropriation . . . . .	\$24,730,000
2	Water Quality Permit Account--State Appropriation . . . . .	\$37,433,000
3	Underground Storage Tank Account--State	
4	Appropriation . . . . .	\$3,298,000
5	Biosolids Permit Account--State Appropriation . . . . .	\$1,413,000
6	Hazardous Waste Assistance Account--State	
7	Appropriation . . . . .	\$5,930,000
8	Air Pollution Control Account--State Appropriation . . . . .	\$2,843,000
9	Oil Spill Prevention Account--State Appropriation . . . . .	\$10,688,000
10	Air Operating Permit Account--State Appropriation . . . . .	\$2,783,000
11	Freshwater Aquatic Weeds Account--State	
12	Appropriation . . . . .	\$1,699,000
13	Oil Spill Response Account--State Appropriation . . . . .	\$7,078,000
14	Metals Mining Account--State Appropriation . . . . .	\$14,000
15	Water Pollution Control Revolving Account--State	
16	Appropriation . . . . .	\$465,000
17	Water Pollution Control Revolving Account--Federal	
18	Appropriation . . . . .	\$1,940,000
19	Emissions Reduction Assistance Account--State	
20	Appropriation . . . . .	\$49,000
21	TOTAL APPROPRIATION . . . . .	\$444,200,000

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

24 (1) \$170,000 of the oil spill prevention account--state  
25 appropriation is provided solely for a contract with the University of  
26 Washington's sea grant program to continue an educational program  
27 targeted to small spills from commercial fishing vessels, ferries,  
28 cruise ships, ports, and marinas.

29 (2) \$240,000 of the woodstove education and enforcement account--  
30 state appropriation is provided solely for citizen outreach efforts to  
31 improve understanding of burn curtailments, the proper use of wood  
32 heating devices, and public awareness of the adverse health effects of  
33 woodsmoke pollution.

34 (3) \$3,000,000 of the general fund--private/local appropriation is  
35 provided solely for contracted toxic-site cleanup actions at sites  
36 where multiple potentially liable parties agree to provide funding.

37 (4) \$3,600,000 of the local toxics account--state appropriation is



1 provided solely for the standby emergency rescue tug stationed at Neah  
2 Bay.

3 (5) \$811,000 of the state toxics account--state appropriation is  
4 provided solely for oversight of toxic cleanup at facilities that  
5 treat, store, and dispose of hazardous wastes.

6 (6) \$1,456,000 of the state toxics account--state appropriation is  
7 provided solely for toxic cleanup at sites where willing parties  
8 negotiate prepayment agreements with the department and provide  
9 necessary funding.

10 (7) \$558,000 of the state toxics account--state appropriation and  
11 \$3,000,000 of the local toxics account--state appropriation are  
12 provided solely for grants and technical assistance to Puget Sound-area  
13 local governments engaged in updating shoreline master programs.

14 (8) \$950,000 of the state toxics control account--state  
15 appropriation is provided solely for measuring water and habitat  
16 quality to determine watershed health and assist salmon recovery,  
17 beginning in fiscal year 2011.

18 (9) RCW 70.105.280 authorizes the department to assess reasonable  
19 service charges against those facilities that store, treat, incinerate,  
20 or dispose of dangerous or extremely hazardous waste that involves both  
21 a nonradioactive hazardous component and a radioactive component.  
22 Service charges may not exceed the costs to the department in carrying  
23 out the duties in RCW 70.105.280. The current service charges do not  
24 meet the costs of the department to carry out its duties. Pursuant to  
25 RCW 43.135.055 and 70.105.280, the department is authorized to increase  
26 the service charges no greater than 18 percent for fiscal year 2010 and  
27 no greater than 15 percent for fiscal year 2011. Such service charges  
28 shall include all costs of public participation grants awarded to  
29 qualified entities by the department pursuant to RCW 70.105D.070(5) for  
30 facilities at which such grants are recognized as a component of a  
31 community relations or public participation plan authorized or required  
32 as an element of a consent order, federal facility agreement or agreed  
33 order entered into or issued by the department pursuant to any federal  
34 or state law governing investigation and remediation of releases of  
35 hazardous substances. Public participation grants funded by such  
36 service charges shall be in addition to, and not in place of, any other  
37 grants made pursuant to RCW 70.105D.070(5). Costs for the public

1 participation grants shall be billed individually to the mixed waste  
2 facility associated with the grant.

3 (10) The department is authorized to increase the following fees in  
4 the 2009-2011 biennium as necessary to meet the actual costs of  
5 conducting business and the appropriation levels in this section:  
6 Environmental lab accreditation, dam safety and inspection, biosolids  
7 permitting, air emissions new source review, and manufacturer  
8 registration and renewal.

9 (11) \$813,000 of the air pollution control account--state  
10 appropriation and \$49,000 of the emissions reduction account--state  
11 appropriation are provided solely for implementation of Engrossed  
12 Second Substitute Senate Bill No. 5735 (reducing greenhouse gas  
13 emissions). If the bill is not enacted by June 30, 2009, the amounts  
14 provided in this subsection shall lapse.

15 (12) \$63,000 of the state toxics control account--state  
16 appropriation is provided solely for implementation of Substitute  
17 Senate Bill No. 5797 (solid waste handling permits). If the bill is  
18 not enacted by June 30, 2009, the amount provided in this subsection  
19 shall lapse.

20 (13) \$225,000 of the general fund--state appropriation for fiscal  
21 year 2010 and \$193,000 of the general fund--state appropriation for  
22 fiscal year 2011 are provided solely for implementation of Engrossed  
23 Second Substitute Bill No. 5560 (agency climate leadership). If the  
24 bill is not enacted by June 30, 2009, the amounts provided in this  
25 subsection shall lapse.

26 (14) \$150,000 of the general fund--state appropriation for fiscal  
27 year 2010 and \$150,000 of the general fund--state appropriation for  
28 fiscal year 2011 are provided solely for watershed planning  
29 implementation grants to continue ongoing efforts to develop and  
30 implement water agreements in the Nooksack Basin and the Bertrand  
31 watershed. These amounts are intended to support project  
32 administration; monitoring; negotiations in the Nooksack watershed  
33 between tribes, the department, and affected water users; continued  
34 implementation of a flow augmentation project; plan implementation in  
35 the Fishtrap watershed; and the development of a water bank.

36 (15) \$215,000 of the general fund--state appropriation for fiscal  
37 year 2010 and \$235,000 of the general fund--state appropriation for  
38 fiscal year 2011 are provided solely to provide watershed planning

1 implementation grants for WRIA 32 to implement Substitute House Bill  
2 No. 1580 (pilot local water management program). If the bill is not  
3 enacted by June 30, 2009, the amounts provided in this subsection shall  
4 lapse.

5 (16) \$200,000 of the general fund--state appropriation for fiscal  
6 year 2010 and \$200,000 of the general fund--state appropriation for  
7 fiscal year 2011 are provided solely for the purpose of supporting the  
8 trust water rights program and processing trust water right transfer  
9 applications that improve instream flow.

10 (17)(a) The department shall convene a stock water working group  
11 that includes: Legislators, four members representing agricultural  
12 interests, three members representing environmental interests, the  
13 attorney general or designee, the director of the department of ecology  
14 or designee, the director of the department of agriculture or designee,  
15 and affected federally recognized tribes shall be invited to send  
16 participants.

17 (b) The group shall review issues surrounding the use of permit-  
18 exempt wells for stock-watering purposes and may develop  
19 recommendations for legislative action.

20 (c) The working group shall meet periodically and report its  
21 activities and recommendations to the governor and the appropriate  
22 legislative committees by December 1, 2009.

23 (18) \$22,000 of the state toxics control account--state  
24 appropriation is provided solely for implementation of Engrossed Second  
25 Substitute Senate Bill No. 5282 (bisphenol A use). If the bill is not  
26 enacted by June 30, 2009, the amount provided in this subsection shall  
27 lapse.

28 (19) \$73,000 of the water quality permit account--state  
29 appropriation is provided solely to implement Substitute House Bill No.  
30 1413 (water discharge fees). If the bill is not enacted by June 30,  
31 2009, the amount provided in this subsection shall lapse.

32 (20) The department shall continue to work with the Columbia Snake  
33 River irrigators' association to determine how seasonal water operation  
34 and maintenance conservation can be utilized. In implementing this  
35 proviso, the department shall also consult with the Columbia River  
36 policy advisory group as appropriate.

37 (21) The department shall track any changes in costs, wages, and  
38 benefits that would have resulted if House Bill No. 1716 (public

1 contract living wages), as introduced in the 2009 regular session of  
2 the legislature, were enacted and made applicable to contracts and  
3 related subcontracts entered into, renewed, or extended during the  
4 2009-11 biennium. The department shall submit a report to the house of  
5 representatives commerce and labor committee and the senate labor,  
6 commerce, and consumer protection committee by December 1, 2011. The  
7 report shall include data on any aggregate changes in wages and  
8 benefits that would have resulted during the 2009-11 biennium.

9 (22) Within amounts appropriated in this section the department  
10 shall develop recommendations by December 1, 2009, for a convenient and  
11 effective mercury-containing light recycling program for residents,  
12 small businesses, and small school districts throughout the state. The  
13 department shall consider options including but not limited to, a  
14 producer-funded program, a recycler-supported or recycle fee program,  
15 a consumer fee at the time of purchase, general fund appropriations, or  
16 a currently existing dedicated account. The department shall involve  
17 and consult with stakeholders including persons who represent  
18 retailers, waste haulers, recyclers, mercury-containing light  
19 manufacturers or wholesalers, cities, counties, environmental  
20 organizations and other interested parties. The department shall  
21 report its findings and recommendations for a recycling program for  
22 mercury-containing lights to the appropriate committees of the  
23 legislature by December 1, 2009.

24 (23) During the 2009-11 biennium, the department shall implement  
25 its cost reimbursement authority for processing water right  
26 applications using a competitive bidding process. For each cost  
27 reimbursement application, the department shall obtain cost proposals  
28 and other necessary information from at least three prequalified costs  
29 reimbursement consultants and shall select the lowest responsive  
30 bidder.

31 (24) \$140,000 of the freshwater aquatic algae control account--  
32 state appropriation is provided solely for grants to cities, counties,  
33 tribes, special purpose districts, and state agencies for capital and  
34 operational expenses used to manage and study excessive saltwater algae  
35 with an emphasis on the periodic accumulation of sea lettuce on Puget  
36 Sound beaches.

37 (25) By December 1, 2009, the department in consultation with local  
38 governments shall conduct a remedial action grant financing

1 alternatives report. The report shall address options for financing the  
2 remedial action grants identified in the department's report, entitled  
3 "House Bill 1761, Model Toxics Control Accounts Ten-Year Financing  
4 Plan" and shall include but not be limited to the following: (a)  
5 Capitalizing cleanup costs using debt insurance; (b) capitalizing  
6 cleanup costs using prefunded cost-cap insurance; (c) other contractual  
7 instruments with local governments; and (d) an assessment of overall  
8 economic benefits of the remedial action grants funded using the  
9 instruments identified in this section.

10 NEW SECTION. **Sec. 303. FOR THE STATE PARKS AND RECREATION**  
11 **COMMISSION**

12	General Fund--State Appropriation (FY 2010) . . . . .	\$23,541,000
13	General Fund--State Appropriation (FY 2011) . . . . .	\$22,944,000
14	General Fund--Federal Appropriation . . . . .	\$5,902,000
15	General Fund--Private/Local Appropriation . . . . .	\$73,000
16	Winter Recreation Program Account--State	
17	Appropriation . . . . .	\$1,558,000
18	Off Road Vehicle Account--State Appropriation . . . . .	\$239,000
19	Snowmobile Account--State Appropriation . . . . .	\$4,842,000
20	Aquatic Lands Enhancement Account--State Appropriation . . . . .	\$363,000
21	Recreation Resources Account--State Appropriation . . . . .	\$9,802,000
22	NOVA Program Account--State Appropriation . . . . .	\$9,560,000
23	Parks Renewal and Stewardship Account--State	
24	Appropriation . . . . .	\$73,278,000
25	Parks Renewal and Stewardship Account--	
26	Private/Local Appropriation . . . . .	\$300,000
27	TOTAL APPROPRIATION . . . . .	\$152,402,000

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

30 (1) \$79,000 of the general fund--state appropriation for fiscal  
31 year 2010 and \$79,000 of the general fund--state appropriation for  
32 fiscal year 2011 are provided solely for a grant for the operation of  
33 the Northwest avalanche center.

34 (2) \$1,500,000 of the parks renewal and stewardship account--state  
35 appropriation is provided solely to implement Substitute House Bill No.  
36 2109 (state parks and recreation funding). If the bill is not enacted  
37 by June 30, 2009, the amount provided in this subsection shall lapse.

1 (3) Proceeds received from voluntary donations given by motor  
2 vehicle registration applicants shall be used solely for the operation  
3 and maintenance of state parks.

4 (4) The commission shall actively pursue transferring ownership of  
5 state parks to local governments, tribes, or other entities that have  
6 expressed an interest in operating the park. The commission shall  
7 provide biannual updates of this effort to the office of financial  
8 management and the appropriate fiscal committees of the legislature.  
9 The first report shall be submitted no later than December 1, 2009.

10 (5) With the passage of Substitute House Bill No. 2339 (state parks  
11 system donation), the legislature finds that it has provided sufficient  
12 funds to ensure that all state parks remain open during the 2009-11  
13 biennium. The commission shall not close state parks unless the bill  
14 is not enacted by June 30, 2009, or revenue collections are  
15 insufficient to fund the ongoing operation of state parks. By January  
16 10, 2010, the commission shall provide a report to the legislature on  
17 their budget and resources related to operating parks for the remainder  
18 of the biennium.

19 (6) The commission shall work with the department of general  
20 administration to evaluate the commission's existing leases with the  
21 intention of increasing net revenue to state parks. The commission  
22 shall provide to the office of financial management and the legislative  
23 fiscal committees no later than September 30, 2009, a list of leases  
24 the commission proposes be managed by the department of general  
25 administration.

26 NEW SECTION. **Sec. 304. FOR THE RECREATION AND CONSERVATION**  
27 **FUNDING BOARD**

28	General Fund--State Appropriation (FY 2010) . . . . .	\$1,511,000
29	General Fund--State Appropriation (FY 2011) . . . . .	\$1,558,000
30	General Fund--Federal Appropriation . . . . .	\$10,431,000
31	General Fund--Private/Local Appropriation . . . . .	\$250,000
32	Aquatic Lands Enhancement Account--State Appropriation . . . . .	\$278,000
33	Firearms Range Account--State Appropriation . . . . .	\$39,000
34	Recreation Resources Account--State Appropriation . . . . .	\$2,805,000
35	NOVA Program Account--State Appropriation . . . . .	\$1,062,000
36	TOTAL APPROPRIATION . . . . .	\$17,934,000

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

3 (1) \$204,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$244,000 of the general fund-- state appropriation for  
5 fiscal year 2011 are provided solely for the implementation of  
6 Substitute House Bill No. 2157 (salmon recovery). If the bill is not  
7 enacted by June 30, 2009, the amounts provided in this subsection shall  
8 lapse.

9 (2) The recreation and conservation office, under the direction of  
10 the salmon recovery funding board, shall assess watershed and regional-  
11 scale capacity issues relating to the support and implementation of  
12 salmon recovery. The assessment shall examine priority setting and  
13 incentives to further promote coordination to ensure that effective and  
14 efficient mechanisms for delivery of salmon recovery funding board  
15 funds are being utilized. The salmon recovery funding board shall  
16 distribute its operational funding to the appropriate entities based on  
17 this assessment.

18 NEW SECTION. **Sec. 305. FOR THE ENVIRONMENTAL HEARINGS OFFICE**

19	General Fund--State Appropriation (FY 2010) . . . . .	\$1,079,000
20	General Fund--State Appropriation (FY 2011) . . . . .	\$1,074,000
21	TOTAL APPROPRIATION . . . . .	\$2,153,000

22 NEW SECTION. **Sec. 306. FOR THE CONSERVATION COMMISSION**

23	General Fund--State Appropriation (FY 2010) . . . . .	\$7,692,000
24	General Fund--State Appropriation (FY 2011) . . . . .	\$7,707,000
25	General Fund--Federal Appropriation . . . . .	\$1,179,000
26	TOTAL APPROPRIATION . . . . .	\$16,578,000

27 NEW SECTION. **Sec. 307. FOR THE DEPARTMENT OF FISH AND WILDLIFE**

28	General Fund--State Appropriation (FY 2010) . . . . .	\$41,234,000
29	General Fund--State Appropriation (FY 2011) . . . . .	\$39,939,000
30	General Fund--Federal Appropriation . . . . .	\$86,330,000
31	General Fund--Private/Local Appropriation . . . . .	\$47,490,000
32	Off Road Vehicle Account--State Appropriation . . . . .	\$415,000
33	Aquatic Lands Enhancement Account--State	
34	Appropriation . . . . .	\$6,757,000
35	Recreational Fisheries Enhancement--State	

1	Appropriation . . . . .	\$3,640,000
2	Warm Water Game Fish Account--State Appropriation . . . . .	\$2,877,000
3	Eastern Washington Pheasant Enhancement Account--	
4	State Appropriation . . . . .	\$848,000
5	Aquatic Invasive Species Enforcement Account--	
6	State Appropriation . . . . .	\$207,000
7	Aquatic Invasive Species Prevention Account--	
8	State Appropriation . . . . .	\$844,000
9	Wildlife Account--State Appropriation . . . . .	\$74,744,000
10	Game Special Wildlife Account--State Appropriation . . . . .	\$2,381,000
11	Game Special Wildlife Account--Federal Appropriation . . . . .	\$8,928,000
12	Game Special Wildlife Account--Private/Local	
13	Appropriation . . . . .	\$487,000
14	Wildlife Rehabilitation Account--State Appropriation . . . . .	\$270,000
15	Regional Fisheries Salmonid Recovery Account--	
16	Federal Appropriation . . . . .	\$5,001,000
17	Oil Spill Prevention Account--State Appropriation . . . . .	\$884,000
18	Oyster Reserve Land Account--State Appropriation . . . . .	\$918,000
19	TOTAL APPROPRIATION . . . . .	\$324,194,000

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

22 (1) \$294,000 of the aquatic lands enhancement account--state  
23 appropriation is provided solely for the implementation of hatchery  
24 reform recommendations defined by the hatchery scientific review group.

25 (2) \$355,000 of the general fund--state appropriation for fiscal  
26 year 2010 and \$422,000 of the general fund--state appropriation for  
27 fiscal year 2011 are provided solely for the department to implement a  
28 pilot project with the Confederated Tribes of the Colville Reservation  
29 to develop expanded recreational fishing opportunities on Lake Rufus  
30 Woods and its northern shoreline and to conduct joint enforcement of  
31 lake fisheries on Lake Rufus Woods and adjoining waters, pursuant to  
32 state and tribal intergovernmental agreements developed under the  
33 Columbia River water supply program. For the purposes of the pilot  
34 project:

35 (a) A fishing permit issued to a nontribal member by the Colville  
36 Tribes shall satisfy the license requirement of RCW 77.32.010 on the  
37 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;



1 (b) The Colville Tribes have agreed to provide to holders of its  
2 nontribal member fishing permits a means to demonstrate that fish in  
3 their possession were lawfully taken in Lake Rufus Woods;

4 (c) A Colville tribal member identification card shall satisfy the  
5 license requirement of RCW 77.32.010 on all waters of Lake Rufus Woods;

6 (d) The department and the Colville Tribes shall jointly designate  
7 fishing areas on the north shore of Lake Rufus Woods for the purposes  
8 of enhancing access to the recreational fisheries on the lake; and

9 (e) The Colville Tribes have agreed to recognize a fishing license  
10 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal  
11 member fishing permit requirements of Colville tribal law on the  
12 reservation portion of the waters of Lake Rufus Woods and at designated  
13 fishing areas on the north shore of Lake Rufus Woods;

14 (3) Prior to submitting its 2011-2013 biennial operating and  
15 capital budget request related to state fish hatcheries to the office  
16 of financial management, the department shall contract with the  
17 hatchery scientific review group (HSRG) to review this request. This  
18 review shall: (a) Determine if the proposed requests are consistent  
19 with HSRG recommendations; (b) prioritize the components of the  
20 requests based on their contributions to protecting wild salmonid  
21 stocks and meeting the recommendations of the HSRG; and (c) evaluate  
22 whether the proposed requests are being made in the most cost effective  
23 manner. The department shall provide a copy of the HSRG review to the  
24 office of financial management with their agency budget proposal.

25 (4) Within existing funds, the department shall continue  
26 implementing its capital program action plan dated September 1, 2007,  
27 including the purchase of the necessary maintenance and support costs  
28 for the capital programs and engineering tools. The department shall  
29 report to the office of financial management and the appropriate  
30 committees of the legislature, its progress in implementing the plan,  
31 including improvements instituted in its capital program, by September  
32 30, 2011.

33 (5) \$66,000 of the state wildlife account--state appropriation is  
34 provided solely to implement Substitute House Bill No. 1972 (outdoor  
35 recreation info). If the bill is not enacted by June 30, 2009, the  
36 amount provided in this subsection shall lapse.

37 (6) \$1,232,000 of the state wildlife account--state appropriation

1 is provided solely to implement Substitute House Bill No. 1778 (fish  
2 and wildlife). If the bill is not enacted by June 30, 2009, the amount  
3 provided in this subsection shall lapse.

4 (7) \$400,000 of the general fund--state appropriation for fiscal  
5 year 2010 and \$400,000 of the general fund--state appropriation for  
6 fiscal year 2011 are provided solely for a state match to support the  
7 Puget Sound nearshore partnership between the department and the U.S.  
8 army corps of engineers.

9 (8) \$100,000 of the general fund--state appropriation for fiscal  
10 year 2010 and \$100,000 of the general fund--state appropriation for  
11 fiscal year 2011 are provided solely for removal of derelict gear in  
12 Washington waters.

13 (9) The department of fish and wildlife shall dispose of all fixed  
14 wing aircraft it currently owns. The proceeds from the aircraft shall  
15 be deposited into the state wildlife account. Disposal of the aircraft  
16 must occur no later than June 30, 2010.

17 (10) \$50,000 of the general fund--state appropriation for fiscal  
18 year 2010 is provided solely for an electron project fish passage study  
19 consistent with the recommendations and protocols contained in the 2008  
20 electron project downstream fish passage final report.

21 (11) \$60,000 of the general fund--state appropriation for fiscal  
22 year 2010 and \$60,000 of the general fund--state appropriation for  
23 fiscal year 2011 are provided solely for implementation of Engrossed  
24 Second Substitute Bill No. 5560 (agency climate leadership). If the  
25 bill is not enacted by June 30, 2009, the amounts provided in this  
26 subsection shall lapse.

27 (12) If sufficient new revenues are not identified to continue  
28 hatchery operations, within the constraints of legally binding tribal  
29 agreements, the department shall dispose of, by removal, sale, lease,  
30 reversion, or transfer of ownership, the following hatcheries:  
31 McKernan, Colville, Omak, Bellingham, Arlington, and Mossyrock.  
32 Disposal of the hatcheries must occur by June 30, 2011, and any  
33 proceeds received from disposal shall be deposited in the state  
34 wildlife account. Within available funds, the department shall provide  
35 quarterly reports on the progress of disposal to the office of  
36 financial management and the appropriate fiscal committees of the  
37 legislature. The first report shall be submitted no later than  
38 September 30, 2009.

1 (13) \$100,000 of the eastern Washington pheasant enhancement  
 2 account--state appropriation is provided solely for the department to  
 3 support efforts to enhance permanent and temporary pheasant habitat on  
 4 public and private lands in Grant, Franklin, and Adams counties. The  
 5 department may support efforts by entities including conservation  
 6 districts, nonprofit organizations, and landowners, and must require  
 7 such entities to provide significant nonstate matching resources, which  
 8 may be in the form of funds, material, or labor.

9 NEW SECTION. **Sec. 308. FOR THE DEPARTMENT OF NATURAL RESOURCES**

10	General Fund--State Appropriation (FY 2010) . . . . .	\$40,275,000
11	General Fund--State Appropriation (FY 2011) . . . . .	\$40,857,000
12	General Fund--Federal Appropriation . . . . .	\$26,731,000
13	General Fund--Private/Local Appropriation . . . . .	\$1,371,000
14	Forest Development Account--State Appropriation . . . . .	\$41,765,000
15	Off Road Vehicle Account--State Appropriation . . . . .	\$4,236,000
16	Surveys and Maps Account--State Appropriation . . . . .	\$2,543,000
17	Aquatic Lands Enhancement Account--State	
18	Appropriation . . . . .	\$7,217,000
19	Resources Management Cost Account--State	
20	Appropriation . . . . .	\$78,951,000
21	Surface Mining Reclamation Account--State	
22	Appropriation . . . . .	\$3,490,000
23	Disaster Response Account--State Appropriation . . . . .	\$5,000,000
24	Forest and Fish Support Account--State Appropriation . . . . .	\$8,000,000
25	Aquatic Land Dredged Material Disposal Site	
26	Account--State Appropriation . . . . .	\$1,336,000
27	Natural Resources Conservation Areas Stewardship	
28	Account--State Appropriation . . . . .	\$34,000
29	State Toxics Control Account--State Appropriation . . . . .	\$80,000
30	Air Pollution Control Account--State Appropriation . . . . .	\$569,000
31	NOVA Program Account--State Appropriation . . . . .	\$982,000
32	Derelict Vessel Removal Account--State Appropriation . . . . .	\$1,754,000
33	Agricultural College Trust Management Account--	
34	State Appropriation . . . . .	\$2,643,000
35	TOTAL APPROPRIATION . . . . .	\$267,834,000

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

1 (1) \$1,355,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$1,299,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for deposit into the agricultural  
4 college trust management account and are provided solely to manage  
5 approximately 70,700 acres of Washington State University's  
6 agricultural college trust lands.

7 (2) \$11,128,000 of the general fund--state appropriation for fiscal  
8 year 2010, \$11,128,000 of the general fund--state appropriation for  
9 fiscal year 2011, and \$5,000,000 of the disaster response account--  
10 state appropriation are provided solely for emergency fire suppression.  
11 None of the general fund and disaster response account amounts provided  
12 in this subsection may be used to fund agency indirect and  
13 administrative expenses. Agency indirect and administrative costs  
14 shall be allocated among the agency's remaining accounts and  
15 appropriations. The department of natural resources shall submit a  
16 quarterly report to the office of financial management and the  
17 legislative fiscal committees detailing information on current and  
18 planned expenditures from the disaster response account. This work  
19 shall be done in coordination with the military department.

20 (3) \$5,000,000 of the forest and fish support account--state  
21 appropriation is provided solely for adaptive management, monitoring,  
22 and participation grants to tribes. If federal funding for this  
23 purpose is reinstated, the amount provided in this subsection shall  
24 lapse.

25 (4) \$600,000 of the derelict vessel removal account--state  
26 appropriation is provided solely for removal of derelict and abandoned  
27 vessels that have the potential to contaminate Puget Sound.

28 (5) \$666,000 of the general fund--federal appropriation is provided  
29 solely to implement House Bill No. 2165 (forest biomass energy  
30 project). If the bill is not enacted by June 30, 2009, the amount  
31 provided in this subsection shall lapse.

32 (6) \$5,000 of the general fund--state appropriation for fiscal year  
33 2010 and \$5,000 of the general fund--state appropriation for fiscal  
34 year 2011 are provided solely to implement Substitute House Bill No.  
35 1038 (specialized forest products). If the bill is not enacted by June  
36 30, 2009, the amounts provided in this subsection shall lapse.

37 (7) \$440,000 of the state general fund--state appropriation for  
38 fiscal year 2010 and \$440,000 of the state general fund--state

1 appropriation for fiscal year 2011 are provided solely for forest work  
2 crews that support correctional camps and are contingent upon  
3 continuing operations of Naselle youth camp at the level provided in  
4 fiscal year 2008. The department shall consider using up to \$2,000,000  
5 of the general fund--federal appropriation to support and utilize  
6 correctional camp crews to implement natural resource projects approved  
7 by the federal government for federal stimulus funding.

8 (8) The department of natural resources shall dispose of the King  
9 Air aircraft it currently owns. Disposal of the aircraft must occur no  
10 later than June 30, 2010, and the proceeds from the sale of the  
11 aircraft shall be deposited into the natural resources equipment  
12 revolving fund. At the expiration of current leases, the department  
13 shall lease facilities in eastern Washington sufficient to house the  
14 necessary aircraft, mechanics, and pilots used for forest fire  
15 prevention and suppression.

16 (9) \$30,000 of the general fund--state appropriation for fiscal  
17 year 2010 and \$30,000 of the general fund--state appropriation for  
18 fiscal year 2011 are provided solely for implementation of Engrossed  
19 Second Substitute Bill No. 5560 (agency climate leadership). If the  
20 bill is not enacted by June 30, 2009, the amounts provided in this  
21 subsection shall lapse.

22 **NEW SECTION. Sec. 309. FOR THE DEPARTMENT OF AGRICULTURE**

23	General Fund--State Appropriation (FY 2010) . . . . .	\$12,616,000
24	General Fund--State Appropriation (FY 2011) . . . . .	\$12,295,000
25	General Fund--Federal Appropriation . . . . .	\$11,565,000
26	General Fund--Private/Local Appropriation . . . . .	\$194,000
27	Aquatic Lands Enhancement Account--State	
28	Appropriation . . . . .	\$2,559,000
29	State Toxics Control Account--State Appropriation . . . . .	\$4,298,000
30	Water Quality Permit Account--State Appropriation . . . . .	\$61,000
31	TOTAL APPROPRIATION . . . . .	\$43,588,000

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

34 (1) \$350,000 of the aquatic lands enhancement account appropriation  
35 is provided solely for funding to the Pacific county noxious weed  
36 control board to eradicate remaining spartina in Willipa Bay.

1 (2) \$19,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$6,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely to implement Substitute Senate  
4 Bill No. 5797 (solid waste handling permits). If the bill is not  
5 enacted by June 30, 2009, the amounts provided in this subsection shall  
6 lapse.

7 (3) The department is authorized to establish or increase the  
8 following fees in the 2009-11 biennium as necessary to meet the actual  
9 costs of conducting business: Christmas tree grower licensing, nursery  
10 dealer licensing, plant pest inspection and testing, and commission  
11 merchant testing licensing.

12 (4) Within the amounts appropriated in this section, the department  
13 of agriculture shall convene meetings with the dairy industry  
14 representatives and affected groups to consider alternatives for  
15 stabilizing farm milk prices. The department of agriculture shall  
16 provide a report of findings to the appropriate committees of the  
17 legislature and the office of financial management no later than  
18 December 15, 2009.

19 (5) \$63,000 of the general fund--state appropriation for fiscal  
20 year 2010 is provided solely for implementation of Engrossed Substitute  
21 Bill No. 5005 (naturally raised beef cattle). If the bill is not  
22 enacted by June 30, 2009, the amounts provided in this subsection shall  
23 lapse.

24 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**  
25 **REINSURANCE PROGRAM**

26 Pollution Liability Insurance Program Trust  
27 Account--State Appropriation . . . . . \$638,000

28 NEW SECTION. **Sec. 311. FOR THE PUGET SOUND PARTNERSHIP**

29 General Fund--State Appropriation (FY 2010) . . . . . \$3,223,000  
30 General Fund--State Appropriation (FY 2011) . . . . . \$3,194,000  
31 General Fund--Federal Appropriation . . . . . \$3,623,000  
32 Aquatic Lands Enhancement Account--State Appropriation . . . . \$500,000  
33 State Toxics Control Account--State Appropriation . . . . . \$896,000  
34 TOTAL APPROPRIATION . . . . . \$11,436,000

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

1 (1) \$305,000 of the general fund--state appropriation for fiscal  
2 year 2010 is provided solely for measuring water and habitat quality to  
3 determine watershed health and assist salmon recovery.

4 (2) \$896,000 of the state toxics control account--state  
5 appropriation is provided solely for activities that contribute to  
6 Puget Sound protection and recovery, including provision of independent  
7 advice and assessment of the state's oil spill prevention,  
8 preparedness, and response programs, including review of existing  
9 activities and recommendations for any necessary improvements. The  
10 partnership may carry out this function through an existing committee,  
11 such as the ecosystem coordination board or the leadership council, or  
12 may appoint a special advisory council. Because this is a unique  
13 statewide program, the partnership may invite participation from  
14 outside the Puget Sound region.

15 (3) Within the amounts appropriated in this section, the Puget  
16 Sound partnership shall facilitate an ongoing monitoring consortium to  
17 integrate monitoring efforts for storm water, water quality, watershed  
18 health, and other indicators to enhance monitoring efforts in Puget  
19 Sound.

20 (4) The Puget Sound partnership shall work with Washington State  
21 University and the environmental protection agency to secure funding  
22 for the beach watchers program.

23 (5) \$877,000 of the general fund--state appropriation for fiscal  
24 year 2010 and \$877,000 of the general fund--state appropriation for  
25 fiscal year 2011 are provided solely to support public education and  
26 volunteer programs. The partnership is directed to distribute the  
27 majority of funding as grants to local organizations, local  
28 governments, and education, communication, and outreach network  
29 partners. The partnership shall track progress for this activity  
30 through the accountability system of the Puget Sound partnership.

31 NEW SECTION. **Sec. 312.** Transfers from natural resource funds in  
32 part VIII of this act are intended to support natural resource  
33 agencies.

(End of part)

PART IV  
TRANSPORTATION

NEW SECTION.    **Sec. 401. FOR THE DEPARTMENT OF LICENSING**

4	General Fund--State Appropriation (FY 2010) . . . . .	\$1,668,000
5	General Fund--State Appropriation (FY 2011) . . . . .	\$1,712,000
6	Architects' License Account--State Appropriation . . . . .	\$1,056,000
7	Cemetery Account--State Appropriation . . . . .	\$414,000
8	Professional Engineers' Account--State Appropriation . . . . .	\$3,586,000
9	Real Estate Commission Account--State Appropriation . . . . .	\$10,047,000
10	Master License Account--State Appropriation . . . . .	\$15,718,000
11	Uniform Commercial Code Account--State Appropriation . . . . .	\$3,100,000
12	Real Estate Education Account--State Appropriation . . . . .	\$276,000
13	Real Estate Appraiser Commission Account--State	
14	Appropriation . . . . .	\$1,692,000
15	Business and Professions Account--State Appropriation . . . . .	\$15,270,000
16	Real Estate Research Account--State Appropriation . . . . .	\$320,000
17	Funeral Directors And Embalmers Account--State	
18	Appropriation . . . . .	\$885,000
19	Geologists' Account--State Appropriation . . . . .	\$53,000
20	Derelict Vessel Removal Account--State Appropriation . . . . .	\$31,000
21	TOTAL APPROPRIATION . . . . .	\$55,828,000

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

24       (1) Pursuant to RCW 43.135.055, the department is authorized to  
25 increase fees for cosmetologists, funeral directors, cemeteries, court  
26 reporters and appraisers. These increases are necessary to support the  
27 expenditures authorized in this section, consistent with RCW 43.24.086.

28       (2) \$1,352,000 of the business and professions account--state  
29 appropriation is provided solely to implement Substitute Senate Bill  
30 No. 5391 (tattoo and body piercing). If the bill is not enacted by  
31 June 30, 2009, the amount provided in this subsection shall lapse.

32       (3) \$289,000 of the architects' license account--state  
33 appropriation is provided solely to implement Senate Bill No. 5529  
34 (architects). If the bill is not enacted by June 30, 2009, the amount  
35 provided in this subsection shall lapse.



1 (4) \$358,000 of the business and professions account--state  
2 appropriation is provided solely to implement Senate Bill No. 6126  
3 (professional athletics). If the bill is not enacted by June 30, 2009,  
4 the amount provided in this subsection shall lapse.

5 NEW SECTION. **Sec. 402. FOR THE STATE PATROL**

6	General Fund--State Appropriation (FY 2010) . . . . .	\$41,468,000
7	General Fund--State Appropriation (FY 2011) . . . . .	\$40,366,000
8	General Fund--Federal Appropriation . . . . .	\$11,401,000
9	General Fund--Private/Local Appropriation . . . . .	\$3,568,000
10	Death Investigations Account--State Appropriation . . . . .	\$6,022,000
11	Enhanced 911 Account--State Appropriation . . . . .	\$589,000
12	County Criminal Justice Assistance Account--State	
13	Appropriation . . . . .	\$3,122,000
14	Municipal Criminal Justice Assistance Account--State	
15	Appropriation . . . . .	\$1,245,000
16	Fire Service Trust Account--State Appropriation . . . . .	\$131,000
17	Disaster Response Account--State Appropriation . . . . .	\$8,002,000
18	Fire Service Training Account--State Appropriation . . . . .	\$8,717,000
19	Aquatic Invasive Species Enforcement Account--State	
20	Appropriation . . . . .	\$54,000
21	State Toxics Control Account--State Appropriation . . . . .	\$504,000
22	Fingerprint Identification Account--State Appropriation . . . . .	\$7,371,000
23	TOTAL APPROPRIATION . . . . .	\$132,560,000

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

26 (1) \$200,000 of the fire service training account--state  
27 appropriation is provided solely for two FTEs in the office of the  
28 state director of fire protection to exclusively review K-12  
29 construction documents for fire and life safety in accordance with the  
30 state building code. It is the intent of this appropriation to provide  
31 these services only to those districts that are located in counties  
32 without qualified review capabilities.

33 (2) \$8,000,000 of the disaster response account--state  
34 appropriation is provided solely for Washington state fire service  
35 resource mobilization costs incurred in response to an emergency or  
36 disaster authorized under RCW 43.43.960 and 43.43.964. The state  
37 patrol shall submit a report quarterly to the office of financial

1 management and the legislative fiscal committees detailing information  
2 on current and planned expenditures from this account. This work shall  
3 be done in coordination with the military department.

4 (3) The state patrol shall implement a cost recovery method to  
5 fully recover costs for operating the two king air airplanes. Users of  
6 the plane, including the state patrol and the governor's office, shall  
7 be charged an appropriate amount to cover all operating and maintenance  
8 costs of the plane. The state patrol shall report on this method, the  
9 rates being charged, total operational expenses, and information  
10 regarding usage of the planes to the office of financial management and  
11 the appropriate committees of the legislature.

12 (4) The 2010 legislature will review the use of king air planes by  
13 the executive branch and the adequacy of funding in this budget  
14 regarding maintaining and operating the planes to successfully  
15 accomplish their mission.

16 (5) The appropriations in this section reflect reductions in the  
17 appropriations for the agency's administrative expenses. It is the  
18 intent of the legislature that these reductions shall be achieved, to  
19 the greatest extent possible, by reducing those administrative costs  
20 that do not affect direct client services or direct service delivery or  
21 programs.

22 (6) \$400,000 of the fire service training account--state  
23 appropriation is provided solely for the firefighter apprenticeship  
24 training program.

25 (7) \$48,000 of the fingerprint identification account--state  
26 appropriation is provided solely to implement Substitute House Bill No.  
27 1621 (consumer loan companies). If the bill is not enacted by June 30,  
28 2009, the amounts provided in this subsection shall lapse.

(End of part)

**PART V**  
**EDUCATION**

**NEW SECTION. Sec. 501. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund--State Appropriation (FY 2010) . . . . .	\$34,798,000
General Fund--State Appropriation (FY 2011) . . . . .	\$32,969,000
General Fund--Federal Appropriation . . . . .	\$86,571,000
TOTAL APPROPRIATION . . . . .	\$154,338,000

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

(1) A maximum of \$22,532,000 of the general fund--state appropriation for fiscal year 2010 and \$21,023,000 of the general fund--state appropriation for fiscal year 2011 is for state agency operations.

(a) \$11,792,000 of the general fund--state appropriation for fiscal year 2010 and \$11,325,000 of the general fund--state appropriation for fiscal year 2011 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, 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) Within amounts appropriated in this subsection (1)(a), the office of the superintendent of public instruction, consistent with WAC 392-121-182 (alternative learning experience requirements) which requires documentation of alternative learning experience student headcount and full-time equivalent (FTE) enrollment claimed for basic education funding, shall provide, via the monthly report of school district enrollment, accurate monthly headcount and FTE enrollments for students in internet alternative learning experience (ALE) programs as well as information about resident and serving districts.

(iii) \$927,000 of the general fund--state appropriation for fiscal year 2010 and \$941,000 of the general fund--state appropriation for fiscal year 2011 are provided solely for research and development

1 activities associated with the development of options for new school  
2 finance systems, including technical staff, reprogramming, and analysis  
3 of alternative student funding formulae. Within this amount is  
4 \$150,000 for the state board of education for further development of  
5 accountability systems, and \$150,000 for the professional educator  
6 standards board for continued development of teacher certification and  
7 evaluation systems.

8 (b) \$965,000 of the general fund--state appropriation for fiscal  
9 year 2010 and \$965,000 of the general fund--state appropriation for  
10 fiscal year 2011 are provided solely for the operation and expenses of  
11 the state board of education, including basic education assistance  
12 activities.

13 (c) \$5,366,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$5,264,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely to the professional educator  
16 standards board for the following:

17 (i) \$1,070,000 in fiscal year 2010 and \$1,070,000 in fiscal year  
18 2011 are for the operation and expenses of the Washington professional  
19 educator standards board, including administering the alternative  
20 routes to certification program, pipeline for paraeducators conditional  
21 scholarship loan program, and the retooling to teach math conditional  
22 loan program;

23 (ii) \$3,431,000 of the general fund--state appropriation for fiscal  
24 year 2010 and \$3,431,000 of the general fund--state appropriation for  
25 fiscal year 2011 are for conditional scholarship loans and mentor  
26 stipends provided through the alternative routes to certification  
27 program administered by the professional educator standards board. Of  
28 these amounts:

29 (A) \$500,000 each year is for conditional scholarships to  
30 candidates seeking an endorsement in special education, math, science,  
31 or bilingual education;

32 (B) \$2,372,000 for fiscal year 2010 and \$2,372,000 for fiscal year  
33 2011 are for the expansion of conditional scholarship loans and mentor  
34 stipends for individuals enrolled in alternative route state  
35 partnership programs and seeking endorsements in math, science, special  
36 education or bilingual education;

37 (C) Any remaining amounts in this subsection (c) shall be used to  
38 continue existing alternative routes to certification programs; and

1 (D) Candidates seeking math and science endorsements under (A) and  
2 (B) of this subsection shall receive priority for funding;

3 (iii) \$231,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$231,000 of the general fund--state appropriation for  
5 fiscal year 2011 are for the recruiting Washington teachers program;

6 (iv) \$200,000 of the general fund--state appropriation for fiscal  
7 year 2010 and \$200,000 of the general fund--state appropriation for  
8 fiscal year 2011 provided in this subsection are for \$4,000 conditional  
9 loan stipends for paraeducators participating in the pipeline for  
10 paraeducators program;

11 (v) \$244,000 of the general fund--state appropriation for fiscal  
12 year 2010 and \$244,000 of the general fund--state appropriation for  
13 fiscal year 2011 are for conditional stipends for certificated teachers  
14 pursuing a mathematics or science endorsement under the retooling to  
15 teach mathematics or science program. The conditional stipends shall  
16 be for endorsement exam fees as well as stipends for teachers who must  
17 also complete coursework; and

18 (vi) \$102,000 of the general fund--state appropriation for fiscal  
19 year 2010 is provided for the implementation of Second Substitute  
20 Senate Bill No. 5973 (student achievement gap). The professional  
21 educator standards board (PESB) will convene a workgroup to identify a  
22 list of model standards for cultural competency and make  
23 recommendations to the education committees of the legislature on the  
24 strengths and weaknesses of those standards. Funding is also included  
25 here in the amount of \$10,000 for the PESB to develop an interagency  
26 agreement with the center for the improvement of student learning to  
27 participate.

28 (d) \$1,099,000 of the general fund--state appropriation for fiscal  
29 year 2010 and \$144,000 of the general fund--state appropriation for  
30 fiscal year 2011 are provided solely for replacement of the  
31 apportionment system, which includes the processes that collect school  
32 district budget and expenditure information, staffing characteristics,  
33 and the student enrollments that drive the funding process.

34 (e) \$1,227,000 of the general fund--state appropriation for fiscal  
35 year 2010 and \$1,227,000 of the general fund--state appropriation for  
36 fiscal year 2011 are provided solely for the creation of a statewide  
37 data base of longitudinal student information. This amount is

1 conditioned on the department satisfying the requirements in section  
2 902 of this act.

3 (f) \$75,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$75,000 of the general fund--state appropriation for  
5 fiscal year 2011 are provided solely to promote the financial literacy  
6 of students. The effort will be coordinated through the financial  
7 education public-private partnership.

8 (g) To the maximum extent possible, in adopting new agency rules or  
9 making any changes to existing rules or policies related to the fiscal  
10 provisions in the administration of part V of this act, the office of  
11 the superintendent of public instruction shall attempt to request  
12 approval through the normal legislative budget process.

13 (h) \$44,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$45,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely for the implementation of House  
16 Bill No. 1075 (enacting the interstate compact on educational  
17 opportunity for military children).

18 (i) \$700,000 of the general fund--state appropriation for fiscal  
19 year 2010 and \$700,000 of the general fund--state appropriation for  
20 fiscal year 2011 are provided solely for the implementation of  
21 Substitute Senate Bill No. 5410 (online learning).

22 (j) \$25,000 of the general fund--state appropriation for fiscal  
23 year 2010 and \$25,000 of the general fund--state appropriation for  
24 fiscal year 2011 are provided solely for project citizen, a program  
25 sponsored by the national conference of state legislatures and the  
26 center for civic education to promote participation in government by  
27 middle school students.

28 (2) \$12,836,000 of the general fund--state appropriation for fiscal  
29 year 2010, \$12,407,000 of the general fund--state appropriation for  
30 fiscal year 2011, and \$55,890,000 of the general fund--federal  
31 appropriation are for statewide programs.

32 (a) HEALTH AND SAFETY

33 (i) \$2,541,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$2,541,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for a corps of nurses located at  
36 educational service districts, as determined by the superintendent of  
37 public instruction, to be dispatched to the most needy schools to

1 provide direct care to students, health education, and training for  
2 school staff.

3 (ii) \$100,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$100,000 of the general fund--state appropriation for  
5 fiscal year 2011 are provided solely for a school safety training  
6 program provided by the criminal justice training commission. The  
7 commission, in collaboration with the school safety center advisory  
8 committee, shall provide the school safety training for all school  
9 administrators and school safety personnel, including school safety  
10 personnel hired after the effective date of this section.

11 (iii) \$9,670,000 of the general fund--federal appropriation is  
12 provided for safe and drug free schools and communities grants for drug  
13 and violence prevention activities and strategies.

14 (iv) \$96,000 of the general fund--state appropriation for fiscal  
15 year 2010 and \$96,000 of the general fund--state appropriation for  
16 fiscal year 2011 are provided solely for the school safety center in  
17 the office of the superintendent of public instruction subject to the  
18 following conditions and limitations:

19 (A) The safety center shall: Disseminate successful models of  
20 school safety plans and cooperative efforts; provide assistance to  
21 schools to establish a comprehensive safe school plan; select models of  
22 cooperative efforts that have been proven successful; act as an  
23 information dissemination and resource center when an incident occurs  
24 in a school district either in Washington or in another state;  
25 coordinate activities relating to school safety; review and approve  
26 manuals and curricula used for school safety models and training; and  
27 develop and maintain a school safety information web site.

28 (B) The school safety center advisory committee shall develop a  
29 training program, using the best practices in school safety, for all  
30 school safety personnel.

31 (v) \$70,000 of the general fund--state appropriation for fiscal  
32 year 2010 and \$70,000 of the general fund--state appropriation for  
33 fiscal year 2011 are provided solely for the youth suicide prevention  
34 program.

35 (vi) \$50,000 of the general fund--state appropriation for fiscal  
36 year 2010 and \$50,000 of the general fund--state appropriation for  
37 fiscal year 2011 are provided solely for a nonviolence and leadership  
38 training program provided by the institute for community leadership.

1 (b) TECHNOLOGY

2 (i) \$1,939,000 of the general fund--state appropriation for fiscal  
3 year 2010 and \$1,939,000 of the general fund--state appropriation for  
4 fiscal year 2011 are provided solely for K-20 telecommunications  
5 network technical support in the K-12 sector to prevent system failures  
6 and avoid interruptions in school utilization of the data processing  
7 and video-conferencing capabilities of the network. These funds may be  
8 used to purchase engineering and advanced technical support for the  
9 network.

10 (ii) \$1,475,000 of the general fund--state appropriation for fiscal  
11 year 2010, \$1,045,000 of the general fund--state appropriation for  
12 fiscal year 2011, and \$435,000 of the general fund--federal  
13 appropriation are provided solely for implementing a comprehensive data  
14 system to include financial, student, and educator data. The office of  
15 the superintendent of public instruction will convene a data governance  
16 group to create a comprehensive needs-requirement document, conduct a  
17 gap analysis, and define operating rules and a governance structure for  
18 K-12 data collections. A preliminary report shall be submitted to the  
19 fiscal committees and the education policy committees of the house of  
20 representatives and senate by November 2009.

21 (iii) \$1,656,000 of the general fund--federal appropriation for  
22 fiscal year 2010 and \$2,483,000 of the general fund--federal  
23 appropriation for fiscal year 2011 of the American recovery and  
24 reinvestment act (ARRA) 2009 funds for education technology are  
25 provided solely for distribution to school districts, by formula, as  
26 provided in the ARRA and related federal guidelines. \$4,139,000 of the  
27 general fund--federal appropriation of the American recovery and  
28 reinvestment act (ARRA) 2009 funds for education technology shall be  
29 awarded to local education agencies through a competitive grant  
30 process.

31 (c) GRANTS AND ALLOCATIONS

32 (i) \$1,329,000 of the general fund--state appropriation for fiscal  
33 year 2010 and \$1,329,000 of the general fund--state appropriation for  
34 fiscal year 2011 are provided solely for the special services pilot  
35 project to include up to seven participating districts. The office of  
36 the superintendent of public instruction shall allocate these funds to  
37 the district or districts participating in the pilot program according  
38 to the provisions of RCW 28A.630.016.



1 (ii) \$750,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$750,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for the Washington state achievers  
4 scholarship program. The funds shall be used to support community  
5 involvement officers that recruit, train, and match community volunteer  
6 mentors with students selected as achievers scholars.

7 (iii) \$25,000 of the general fund--state appropriation for fiscal  
8 year 2010 and \$25,000 of the general fund--state appropriation for  
9 fiscal year 2011 are provided solely for developing and disseminating  
10 curriculum and other materials documenting women's role in World War  
11 II.

12 (iv) \$175,000 of the general fund--state appropriation for fiscal  
13 year 2010 and \$175,000 of the general fund--state appropriation for  
14 fiscal year 2011 are provided solely for incentive grants for districts  
15 and pilot projects to develop preapprenticeship programs. Incentive  
16 grant awards up to \$10,000 each shall be used to support the program's  
17 design, school/business/labor agreement negotiations, and recruiting  
18 high school students for preapprenticeship programs in the building  
19 trades and crafts.

20 (v) \$3,219,000 of the general fund--state appropriation for fiscal  
21 year 2010 and \$3,220,000 of the general fund--state appropriation for  
22 fiscal year 2011 are provided solely for the dissemination of the  
23 navigation 101 curriculum to all districts. The funding shall support  
24 electronic student planning tools and software for analyzing the impact  
25 of navigation 101 on student performance, as well as grants to a  
26 maximum of one hundred school districts each year, based on progress  
27 and need for the implementation of the navigation 101 program. The  
28 implementation grants shall be awarded to a cross-section of school  
29 districts reflecting a balance of geographic and demographic  
30 characteristics. Within the amounts provided, the office of the  
31 superintendent of public instruction will create a navigation 101  
32 accountability model to analyze the impact of the program.

33 (vi) \$675,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$675,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for implementation of a statewide  
36 program for comprehensive dropout prevention, intervention, and  
37 retrieval.

1 (vii) \$50,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$50,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for program initiatives to address  
4 the educational needs of Latino students and families. Using the full  
5 amounts of the appropriations under this subsection (2)(c)(vii), the  
6 office of the superintendent of public instruction shall contract with  
7 the Seattle community coalition of compana quetzal to provide for three  
8 initiatives: (A) Early childhood education; (B) parent leadership  
9 training; and (C) high school success and college preparation programs.

10 (viii) \$75,000 of the general fund--state appropriation for fiscal  
11 year 2010 and \$75,000 of the general fund--state appropriation for  
12 fiscal year 2011 are provided solely for a pilot project to encourage  
13 bilingual high school students to pursue public school teaching as a  
14 profession. Using the full amounts of the appropriation under this  
15 subsection, the office of the superintendent of public instruction  
16 shall contract with the Latino/a educational achievement project (LEAP)  
17 to work with school districts to identify and mentor not fewer than  
18 fifty bilingual students in their junior year of high school,  
19 encouraging them to become bilingual instructors in schools with high  
20 English language learner populations. Students shall be mentored by  
21 bilingual teachers and complete a curriculum developed and approved by  
22 the participating districts.

23 (ix) \$145,000 of the general fund--state appropriation for fiscal  
24 year 2010 and \$145,000 of the general fund--state appropriation for  
25 fiscal year 2011 are provided solely to the office of the  
26 superintendent of public instruction to enhance the reading skills of  
27 students with dyslexia by implementing the findings of the dyslexia  
28 pilot program. Funds shall be used to provide information and training  
29 to classroom teachers and reading specialists, for development of a  
30 dyslexia handbook, and to take other statewide actions to improve the  
31 reading skills of students with dyslexia. The training program shall  
32 be delivered regionally through the educational service districts.

33 (x) \$97,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$97,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely to support vocational student  
36 leadership organizations.

37 (xi) \$25,000 of the general--state appropriation for fiscal year

1 2010 and \$25,000 of the general fund--state appropriation for fiscal  
2 year 2011 are provided solely for the communities in school program in  
3 Pierce county.

4 NEW SECTION. **Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**  
5 **INSTRUCTION--FOR GENERAL APPORTIONMENT**

6	General Fund--State Appropriation (FY 2010) . . . . .	\$5,083,217,000
7	General Fund--State Appropriation (FY 2011) . . . . .	\$5,103,543,000
8	TOTAL APPROPRIATION . . . . .	\$10,186,760,000

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

11 (1) Each general fund fiscal year appropriation includes such funds  
12 as are necessary to complete the school year ending in the fiscal year  
13 and for prior fiscal year adjustments.

14 (2) Allocations for certificated staff salaries for the 2009-10 and  
15 2010-11 school years shall be determined using formula-generated staff  
16 units calculated pursuant to this subsection. Staff allocations for  
17 small school enrollments in (e) through (g) of this subsection shall be  
18 reduced for vocational full-time equivalent enrollments. Staff  
19 allocations for small school enrollments in grades K-6 shall be the  
20 greater of that generated under (a) of this subsection, or under (d)  
21 and (e) of this subsection. Certificated staffing allocations shall be  
22 as follows:

23 (a) On the basis of each 1,000 average annual full-time equivalent  
24 enrollments, excluding full-time equivalent enrollment otherwise  
25 recognized for certificated staff unit allocations under (d) through  
26 (g) of this subsection:

27 (i) Four certificated administrative staff units per thousand full-  
28 time equivalent students in grades K-12;

29 (ii)(A) Fifty-three and two-tenths certificated instructional staff  
30 units per thousand full-time equivalent students in grades K-4 for  
31 districts that enroll fewer than 25 percent of their total full-time  
32 equivalent student enrollment in grades K-4 in digital or online  
33 learning programs defined in WAC 392-121-182.

34 (B) All other districts shall be allocated a minimum of forty-nine  
35 certificated instructional staff units per 1,000 full-time-equivalent  
36 (FTE) students in grades K through four, and shall be allocated  
37 additional certificated instructional staff units to equal the

1 documented staffing level in grades K through four, up to a maximum of  
2 fifty-three and two-tenths certificated instructional staff units per  
3 1,000 FTE students.

4 (C) Certificated instructional staff allocations in this subsection  
5 (2)(a)(ii) exceeding the statutory minimums established in RCW  
6 28A.150.260 shall not be considered part of basic education.

7 (iii) Forty-six certificated instructional staff units per thousand  
8 full-time equivalent students in grades 5-12;

9 (b) For school districts with a minimum enrollment of 250 full-time  
10 equivalent students whose full-time equivalent student enrollment count  
11 in a given month exceeds the first of the month full-time equivalent  
12 enrollment count by 5 percent, an additional state allocation of 110  
13 percent of the share that such increased enrollment would have  
14 generated had such additional full-time equivalent students been  
15 included in the normal enrollment count for that particular month;

16 (c)(i) On the basis of full-time equivalent enrollment in:

17 (A) Vocational education programs approved by the superintendent of  
18 public instruction, a maximum of 0.92 certificated instructional staff  
19 units and 0.08 certificated administrative staff units for each 19.5  
20 full-time equivalent vocational students; and

21 (B) Skills center programs meeting the standards for skills center  
22 funding established in January 1999 by the superintendent of public  
23 instruction with a waiver allowed for skills centers in current  
24 operation that are not meeting this standard until the 2010-11 school  
25 year, 0.92 certificated instructional staff units and 0.08 certificated  
26 administrative units for each 16.67 full-time equivalent vocational  
27 students;

28 (ii) Vocational full-time equivalent enrollment shall be reported  
29 on the same monthly basis as the enrollment for students eligible for  
30 basic support, and payments shall be adjusted for reported vocational  
31 enrollments on the same monthly basis as those adjustments for  
32 enrollment for students eligible for basic support; and

33 (iii) Indirect cost charges by a school district to vocational-  
34 secondary programs shall not exceed 15 percent of the combined basic  
35 education and vocational enhancement allocations of state funds;

36 (d) For districts enrolling not more than twenty-five average  
37 annual full-time equivalent students in grades K-8, and for small  
38 school plants within any school district which have been judged to be

1 remote and necessary by the state board of education and enroll not  
2 more than twenty-five average annual full-time equivalent students in  
3 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 (e) 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 state board of education:

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 (f) 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:

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 Units calculated under (f)(ii) of this subsection shall be reduced  
5 by certificated staff units at the rate of forty-six certificated  
6 instructional staff units and four certificated administrative staff  
7 units per thousand vocational full-time equivalent students;

8 (g) For each nonhigh school district having an enrollment of more  
9 than seventy annual average full-time equivalent students and less than  
10 one hundred eighty students, operating a grades K-8 program or a grades  
11 1-8 program, an additional one-half of a certificated instructional  
12 staff unit; and

13 (h) For each nonhigh school district having an enrollment of more  
14 than fifty annual average full-time equivalent students and less than  
15 one hundred eighty students, operating a grades K-6 program or a grades  
16 1-6 program, an additional one-half of a certificated instructional  
17 staff unit.

18 (3) Allocations for classified salaries for the 2009-10 and 2010-11  
19 school years shall be calculated using formula-generated classified  
20 staff units determined as follows:

21 (a) For enrollments generating certificated staff unit allocations  
22 under subsection (2)(e) through (h) of this section, one classified  
23 staff unit for each 2.94 certificated staff units allocated under such  
24 subsections;

25 (b) For all other enrollment in grades K-12, including vocational  
26 full-time equivalent enrollments, one classified staff unit for each  
27 58.75 average annual full-time equivalent students; and

28 (c) For each nonhigh school district with an enrollment of more  
29 than fifty annual average full-time equivalent students and less than  
30 one hundred eighty students, an additional one-half of a classified  
31 staff unit.

32 (4) Fringe benefit allocations shall be calculated at a rate of  
33 14.43 percent in the 2009-10 school year and 14.43 percent in the 2010-  
34 11 school year for certificated salary allocations provided under  
35 subsection (2) of this section, and a rate of 16.58 percent in the  
36 2009-10 school year and 16.58 percent in the 2010-11 school year for  
37 classified salary allocations provided under subsection (3) of this  
38 section.

1 (5) Insurance benefit allocations shall be calculated at the  
2 maintenance rate specified in section 504(2) of this act, based on the  
3 number of benefit units determined as follows:

4 (a) The number of certificated staff units determined in subsection  
5 (2) of this section; and

6 (b) The number of classified staff units determined in subsection  
7 (3) of this section multiplied by 1.152. This factor is intended to  
8 adjust allocations so that, for the purposes of distributing insurance  
9 benefits, full-time equivalent classified employees may be calculated  
10 on the basis of 1440 hours of work per year, with no individual  
11 employee counted as more than one full-time equivalent.

12 (6)(a) For nonemployee-related costs associated with each  
13 certificated staff unit allocated under subsection (2)(a), (b), and (d)  
14 through (g) of this section, there shall be provided a maximum of  
15 \$10,179 per certificated staff unit in the 2009-10 school year and a  
16 maximum of \$10,445 per certificated staff unit in the 2010-11 school  
17 year.

18 (b) For nonemployee-related costs associated with each vocational  
19 certificated staff unit allocated under subsection (2)(c)(i)(A) of this  
20 section, there shall be provided a maximum of \$24,999 per certificated  
21 staff unit in the 2009-10 school year and a maximum of \$25,449 per  
22 certificated staff unit in the 2010-11 school year.

23 (c) For nonemployee-related costs associated with each vocational  
24 certificated staff unit allocated under subsection (2)(c)(i)(B) of this  
25 section, there shall be provided a maximum of \$19,395 per certificated  
26 staff unit in the 2009-10 school year and a maximum of \$19,744 per  
27 certificated staff unit in the 2010-11 school year.

28 (7) Allocations for substitute costs for classroom teachers shall  
29 be distributed at a maintenance rate of \$607.44 for the 2009-10 and  
30 2010-11 school years per allocated classroom teachers exclusive of  
31 salary increase amounts provided in section 504 of this act. Solely  
32 for the purposes of this subsection, allocated classroom teachers shall  
33 be equal to the number of certificated instructional staff units  
34 allocated under subsection (2) of this section, multiplied by the ratio  
35 between the number of actual basic education certificated teachers and  
36 the number of actual basic education certificated instructional staff  
37 reported statewide for the prior school year.

1 (8) Any school district board of directors may petition the  
2 superintendent of public instruction by submission of a resolution  
3 adopted in a public meeting to reduce or delay any portion of its basic  
4 education allocation for any school year. The superintendent of public  
5 instruction shall approve such reduction or delay if it does not impair  
6 the district's financial condition. Any delay shall not be for more  
7 than two school years. Any reduction or delay shall have no impact on  
8 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
9 pursuant to chapter 28A.500 RCW.

10 (9) Funding in this section is sufficient to provide additional  
11 service year credits to educational staff associates pursuant to  
12 chapter 403, Laws of 2007.

13 (10)(a) The superintendent may distribute a maximum of \$7,288,000  
14 outside the basic education formula during fiscal years 2010 and 2011  
15 as follows:

16 (i) For fire protection for school districts located in a fire  
17 protection district as now or hereafter established pursuant to chapter  
18 52.04 RCW, a maximum of \$567,000 may be expended in fiscal year 2010  
19 and a maximum of \$577,000 may be expended in fiscal year 2011;

20 (ii) For summer vocational programs at skills centers, a maximum of  
21 \$2,385,000 may be expended for the 2010 fiscal year and a maximum of  
22 \$2,385,000 for the 2011 fiscal year. 20 percent of each fiscal year  
23 amount may carry over from one year to the next;

24 (iii) A maximum of \$404,000 may be expended for school district  
25 emergencies; and

26 (iv) A maximum of \$485,000 each fiscal year may be expended for  
27 programs providing skills training for secondary students who are  
28 enrolled in extended day school-to-work programs, as approved by the  
29 superintendent of public instruction. The funds shall be allocated at  
30 a rate not to exceed \$500 per full-time equivalent student enrolled in  
31 those programs.

32 (b) Funding in this section is sufficient to fund a maximum of 1.6  
33 FTE enrollment for skills center students pursuant to chapter 463, Laws  
34 of 2007.

35 (11) For purposes of RCW 84.52.0531, the increase per full-time  
36 equivalent student is 4.0 percent from the 2008-09 school year to the  
37 2009-10 school year and 4.0 percent from the 2009-10 school year to the  
38 2010-11 school year.



1 (12) If two or more school districts consolidate and each district  
2 was receiving additional basic education formula staff units pursuant  
3 to subsection (2)(b) through (g) of this section, the following shall  
4 apply:

5 (a) For three school years following consolidation, the number of  
6 basic education formula staff units shall not be less than the number  
7 of basic education formula staff units received by the districts in the  
8 school year prior to the consolidation; and

9 (b) For the fourth through eighth school years following  
10 consolidation, the difference between the basic education formula staff  
11 units received by the districts for the school year prior to  
12 consolidation and the basic education formula staff units after  
13 consolidation pursuant to subsection (2)(a) through (h) of this section  
14 shall be reduced in increments of twenty percent per year.

15 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**  
16 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION.** (1) The following  
17 calculations determine the salaries used in the general fund  
18 allocations for certificated instructional, certificated  
19 administrative, and classified staff units under section 502 of this  
20 act:

21 (a) Salary allocations for certificated instructional staff units  
22 shall be determined for each district by multiplying the district's  
23 certificated instructional total base salary shown on LEAP Document 2  
24 by the district's average staff mix factor for certificated  
25 instructional staff in that school year, computed using LEAP Document  
26 1; and

27 (b) Salary allocations for certificated administrative staff units  
28 and classified staff units for each district shall be based on the  
29 district's certificated administrative and classified salary allocation  
30 amounts shown on LEAP Document 2.

31 (2) For the purposes of this section:

32 (a) "LEAP Document 1" means the staff mix factors for certificated  
33 instructional staff according to education and years of experience, as  
34 developed by the legislative evaluation and accountability program  
35 committee on April 22, 2009, at 08:22 hours; and

36 (b) "LEAP Document 2" means the school year salary allocations for  
37 certificated administrative staff and classified staff and derived and

1 total base salaries for certificated instructional staff as developed  
 2 by the legislative evaluation and accountability program committee on  
 3 April 22, 2009, at 08:22 hours.

4 (3) Incremental fringe benefit factors shall be applied to salary  
 5 adjustments at a rate of 14.43 percent for school year 2009-10 and  
 6 14.43 percent for school year 2010-11 for certificated staff and for  
 7 classified staff 16.58 percent for school year 2009-10 and 16.58  
 8 percent for the 2010-11 school year.

9 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary  
 10 allocation schedules for certificated instructional staff are  
 11 established for basic education salary allocations:

12 Table Of Total Base Salaries For Certificated Instructional Staff  
 13 For School Year 2009-10

14	Years of										MA+90
15	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	or PHD	
16	0	34,237	35,162	36,120	37,080	40,161	42,145	41,047	44,128	46,115	
17	1	34,698	35,635	36,606	37,608	40,721	42,695	41,503	44,617	46,589	
18	2	35,137	36,083	37,064	38,144	41,248	43,242	41,963	45,067	47,061	
19	3	35,589	36,545	37,536	38,650	41,749	43,791	42,398	45,494	47,538	
20	4	36,033	37,031	38,028	39,180	42,297	44,354	42,855	45,971	48,030	
21	5	36,492	37,494	38,501	39,718	42,823	44,921	43,319	46,425	48,523	
22	6	36,963	37,943	38,984	40,262	43,352	45,462	43,794	46,885	48,993	
23	7	37,790	38,786	39,841	41,187	44,324	46,491	44,685	47,820	49,989	
24	8	39,002	40,052	41,132	42,590	45,768	48,016	46,086	49,266	51,512	
25	9		41,363	42,497	44,008	47,260	49,584	47,503	50,757	53,081	
26	10			43,877	45,498	48,794	51,195	48,995	52,291	54,692	
27	11				47,032	50,399	52,849	50,528	53,897	56,345	
28	12				48,517	52,048	54,571	52,122	55,545	58,068	
29	13					53,737	56,335	53,773	57,234	59,831	
30	14					55,434	58,165	55,471	59,042	61,663	
31	15					56,877	59,679	56,913	60,577	63,266	
32	16 or more					58,014	60,871	58,051	61,788	64,531	

33 Table Of Total Base Salaries For Certificated Instructional Staff

For School Year 2010-11

Years of Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	MA+90 or PHD
0	34,237	35,162	36,120	37,080	40,161	42,145	41,047	44,128	46,115
1	34,698	35,635	36,606	37,608	40,721	42,695	41,503	44,617	46,589
2	35,137	36,083	37,064	38,144	41,248	43,242	41,963	45,067	47,061
3	35,589	36,545	37,536	38,650	41,749	43,791	42,398	45,494	47,538
4	36,033	37,031	38,028	39,180	42,297	44,354	42,855	45,971	48,030
5	36,492	37,494	38,501	39,718	42,823	44,921	43,319	46,425	48,523
6	36,963	37,943	38,984	40,262	43,352	45,462	43,794	46,885	48,993
7	37,790	38,786	39,841	41,187	44,324	46,491	44,685	47,820	49,989
8	39,002	40,052	41,132	42,590	45,768	48,016	46,086	49,266	51,512
9		41,363	42,497	44,008	47,260	49,584	47,503	50,757	53,081
10			43,877	45,498	48,794	51,195	48,995	52,291	54,692
11				47,032	50,399	52,849	50,528	53,897	56,345
12				48,517	52,048	54,571	52,122	55,545	58,068
13					53,737	56,335	53,773	57,234	59,831
14					55,434	58,165	55,471	59,042	61,663
15					56,877	59,679	56,913	60,577	63,266
16 or more					58,014	60,871	58,051	61,788	64,531

(b) As used in this subsection, the column headings "BA+(N)" refer to the number of credits earned since receiving the baccalaureate degree.

(c) For credits earned after the baccalaureate degree but before the masters degree, any credits in excess of forty-five credits may be counted after the masters degree. Thus, as used in this subsection, the column headings "MA+(N)" refer to the total of:

- (i) Credits earned since receiving the masters degree; and
- (ii) Any credits in excess of forty-five credits that were earned after the baccalaureate degree but before the masters degree.

(5) For the purposes of this section:

- (a) "BA" means a baccalaureate degree.
- (b) "MA" means a masters degree.
- (c) "PHD" means a doctorate degree.
- (d) "Years of service" shall be calculated under the same rules adopted by the superintendent of public instruction.

1 (e) "Credits" means college quarter hour credits and equivalent in-  
2 service credits computed in accordance with RCW 28A.415.020 and  
3 28A.415.023.

4 (6) No more than ninety college quarter-hour credits received by  
5 any employee after the baccalaureate degree may be used to determine  
6 compensation allocations under the state salary allocation schedule and  
7 LEAP documents referenced in this act, or any replacement schedules and  
8 documents, unless:

9 (a) The employee has a masters degree; or

10 (b) The credits were used in generating state salary allocations  
11 before January 1, 1992.

12 (7) The salary allocation schedules established in this section are  
13 for allocation purposes only except as provided in RCW 28A.400.200(2).

14 **NEW SECTION. Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**  
15 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

16	General Fund--State Appropriation (FY 2010) . . . . .	(\$4,215,000)
17	General Fund--State Appropriation (FY 2011) . . . . .	\$14,172,000
18	General Fund--Federal Appropriation . . . . .	\$6,000
19	TOTAL APPROPRIATION . . . . .	\$9,963,000

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

22 (1)(a) Additional salary adjustments as necessary to fund the base  
23 salaries for certificated instructional staff as listed for each  
24 district in LEAP Document 2, defined in section 503(2)(b) of this act.  
25 Allocations for these salary adjustments shall be provided to all  
26 districts that are not grandfathered to receive salary allocations  
27 above the statewide salary allocation schedule, and to certain  
28 grandfathered districts to the extent necessary to ensure that salary  
29 allocations for districts that are currently grandfathered do not fall  
30 below the statewide salary allocation schedule.

31 (b) Additional salary adjustments to certain districts as necessary  
32 to fund the per full-time-equivalent salary allocations for  
33 certificated administrative staff as listed for each district in LEAP  
34 Document 2, defined in section 503(2)(b) of this act. These  
35 adjustments shall ensure a minimum salary allocation for certificated  
36 administrative staff of \$57,986 in the 2009-10 school year and \$57,986  
37 in the 2010-11 school year.

1 (c) Additional salary adjustments to certain districts as necessary  
2 to fund the per full-time-equivalent salary allocations for classified  
3 staff as listed for each district in LEAP Document 2, defined in  
4 section 503(2)(b) of this act. These salary adjustments ensure a  
5 minimum salary allocation for classified staff of \$31,865 in the 2009-  
6 10 school year and \$31,865 in the 2010-11 school year.

7 (d) The appropriations in this subsection (1) include associated  
8 incremental fringe benefit allocations at rates 13.79 percent for the  
9 2009-10 school year and 13.79 percent for the 2010-11 school year for  
10 certificated staff and 13.08 percent for the 2009-10 school year and  
11 13.08 percent for the 2010-11 school year for classified staff.

12 (e) The appropriations in this section include the increased or  
13 decreased portion of salaries and incremental fringe benefits for all  
14 relevant state-funded school programs in part V of this act. Changes  
15 for general apportionment (basic education) are based on the salary  
16 allocation schedules and methodology in sections 502 and 503 of this  
17 act. Changes for special education result from changes in each  
18 district's basic education allocation per student. Changes for  
19 educational service districts and institutional education programs are  
20 determined by the superintendent of public instruction using the  
21 methodology for general apportionment salaries and benefits in sections  
22 502 and 503 of this act. The appropriations in this section provide  
23 incremental fringe benefit alterations based on formula adjustments as  
24 follows:

	School Year	
	2009-10	2010-11
Pupil Transportation (per weighted pupil mile)	\$0	\$0
Highly Capable (per formula student)	(\$1.49)	(\$1.49)
Transitional Bilingual Education (per eligible bilingual student)	(\$3.93)	(\$3.93)
Learning Assistance (per formula student)	(\$1.18)	(\$1.18)

31 (f) The appropriations in this section include no salary  
32 adjustments for substitute teachers.

33 (2) \$44,188,000 is provided for adjustments to insurance benefit  
34 allocations. The maintenance rate for insurance benefit allocations is  
35 \$732.00 per month for the 2009-10 and 2010-11 school years. The

1 appropriations in this section provide for a rate increase to \$745.00  
 2 per month for the 2009-10 school year and \$768.00 per month for the  
 3 2010-11 school year. The adjustments to health insurance benefits are  
 4 at the following rates:

	School Year	
	2009-10	2010-11
7 Pupil Transportation (per weighted pupil mile)	\$0.12	\$0.33
8 Highly Capable (per formula student)	\$0.82	\$2.22
9 Transitional Bilingual Education (per eligible bilingual student)	\$2.10	\$5.83
10 Learning Assistance (per formula student)	\$0.54	\$1.49

11 (3) The rates specified in this section are subject to revision  
 12 each year by the legislature.

13 NEW SECTION. **Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**  
 14 **INSTRUCTION--FOR PUPIL TRANSPORTATION**

15 General Fund--State Appropriation (FY 2010) . . . . .	\$307,357,000
16 General Fund--State Appropriation (FY 2011) . . . . .	\$307,070,000
17 TOTAL APPROPRIATION . . . . .	\$614,427,000

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

20 (1) Each general fund fiscal year appropriation includes such funds  
 21 as are necessary to complete the school year ending in the fiscal year  
 22 and for prior fiscal year adjustments.

23 (2) A maximum of \$878,000 of this fiscal year 2010 appropriation  
 24 and a maximum of \$894,000 of the fiscal year 2011 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 (3) Allocations for transportation of students shall be based on  
 31 reimbursement rates of \$48.15 per weighted mile in the 2009-10 school  
 32 year and \$48.40 per weighted mile in the 2010-11 school year exclusive  
 33 of salary and benefit adjustments provided in section 504 of this act.  
 34 Allocations for transportation of students transported more than one

1 radius mile shall be based on weighted miles as determined by  
2 superintendent of public instruction multiplied by the per mile  
3 reimbursement rates for the school year pursuant to the formulas  
4 adopted by the superintendent of public instruction. Allocations for  
5 transportation of students living within one radius mile shall be based  
6 on the number of enrolled students in grades kindergarten through five  
7 living within one radius mile of their assigned school multiplied by  
8 the per mile reimbursement rate for the school year multiplied by 1.29.

9 (4) The office of the superintendent of public instruction shall  
10 provide reimbursement funding to a school district only after the  
11 superintendent of public instruction determines that the school bus was  
12 purchased from the list established pursuant to RCW 28A.160.195(2) or  
13 a comparable competitive bid process based on the lowest price quote  
14 based on similar bus categories to those used to establish the list  
15 pursuant to RCW 28A.160.195.

16 (5) The superintendent of public instruction shall base  
17 depreciation payments for school district buses on the five-year  
18 average of lowest bids in the appropriate category of bus. In the  
19 final year on the depreciation schedule, the depreciation payment shall  
20 be based on the lowest bid in the appropriate bus category for that  
21 school year.

22 (6) Funding levels in this section reflect reductions from the  
23 implementation of Substitute House Bill No. 1292 (authorizing waivers  
24 from the one hundred eighty-day school year requirement in order to  
25 allow four-day school weeks).

26 **NEW SECTION. Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**  
27 **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

28	General Fund--State Appropriation (FY 2010) . . . . .	\$3,159,000
29	General Fund--State Appropriation (FY 2011) . . . . .	\$3,159,000
30	General Fund--Federal Appropriation . . . . .	\$281,988,000
31	TOTAL APPROPRIATION . . . . .	\$288,306,000

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

34 (1) \$3,000,000 of the general fund--state appropriation for fiscal  
35 year 2010 and \$3,000,000 of the general fund--state appropriation for  
36 fiscal year 2011 are provided for state matching money for federal  
37 child nutrition programs.

1 (2) \$100,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$100,000 of the 2011 fiscal year appropriation are  
3 provided for summer food programs for children in low-income areas.

4 (3) \$59,000 of the general fund--state appropriation for fiscal  
5 year 2010 and \$59,000 of the general fund--state appropriation for  
6 fiscal year 2011 are provided solely to reimburse school districts for  
7 school breakfasts served to students enrolled in the free or reduced  
8 price meal program pursuant to chapter 287, Laws of 2005 (requiring  
9 school breakfast programs in certain schools).

10 (4) \$1,588,000 of the general fund--federal appropriation of  
11 American recovery and reinvestment act of 2009 (ARRA) funds is provided  
12 solely for equipment assistance to school food authorities (SFAs)  
13 participating in the national school lunch program (NSLP). Local SFAs  
14 may apply to the office of the superintendent of public instruction to  
15 receive grants in accordance with provisions of the ARRA. As  
16 stipulated in the ARRA, priority will be given to SFAs for equipment  
17 for schools in which at least 50 percent of the students are eligible  
18 for free or reduced-priced meals.

19 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**  
20 **INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

21	General Fund--State Appropriation (FY 2010) . . . . .	\$640,959,000
22	General Fund--State Appropriation (FY 2011) . . . . .	\$652,388,000
23	General Fund--Federal Appropriation . . . . .	\$656,052,000
24	Education Legacy Trust Account--State	
25	Appropriation . . . . .	\$756,000
26	TOTAL APPROPRIATION . . . . .	\$1,950,155,000

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

29 (1) Funding for special education programs is provided on an excess  
30 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure  
31 that special education students as a class receive their full share of  
32 the general apportionment allocation accruing through sections 502 and  
33 504 of this act. To the extent a school district cannot provide an  
34 appropriate education for special education students under chapter  
35 28A.155 RCW through the general apportionment allocation, it shall  
36 provide services through the special education excess cost allocation  
37 funded in this section.



1 (2)(a) The superintendent of public instruction shall ensure that:  
2 (i) Special education students are basic education students first;  
3 (ii) As a class, special education students are entitled to the  
4 full basic education allocation; and  
5 (iii) Special education students are basic education students for  
6 the entire school day.

7 (b) The superintendent of public instruction shall continue to  
8 implement the full cost method of excess cost accounting, as designed  
9 by the committee and recommended by the superintendent, pursuant to  
10 section 501(1)(k), chapter 372, Laws of 2006.

11 (3) Each fiscal year appropriation includes such funds as are  
12 necessary to complete the school year ending in the fiscal year and for  
13 prior fiscal year adjustments.

14 (4) The superintendent of public instruction shall distribute state  
15 funds to school districts based on two categories: (a) The first  
16 category includes (i) children birth through age two who are eligible  
17 for the optional program for special education eligible developmentally  
18 delayed infants and toddlers, and (ii) students eligible for the  
19 mandatory special education program and who are age three or four, or  
20 five and not yet enrolled in kindergarten; and (b) the second category  
21 includes students who are eligible for the mandatory special education  
22 program and who are age five and enrolled in kindergarten and students  
23 age six through 21.

24 (5)(a) For the 2009-10 and 2010-11 school years, the superintendent  
25 shall make allocations to each district based on the sum of:

26 (i) A district's annual average headcount enrollment of students  
27 ages birth through four and those five year olds not yet enrolled in  
28 kindergarten, as defined in subsection (4) of this section, multiplied  
29 by the district's average basic education allocation per full-time  
30 equivalent student, multiplied by 1.15; and

31 (ii) A district's annual average full-time equivalent basic  
32 education enrollment multiplied by the funded enrollment percent  
33 determined pursuant to subsection (6)(b) of this section, multiplied by  
34 the district's average basic education allocation per full-time  
35 equivalent student multiplied by 0.9309.

36 (b) For purposes of this subsection, "average basic education  
37 allocation per full-time equivalent student" for a district shall be

1 based on the staffing ratios required by RCW 28A.150.260 and shall not  
2 include enhancements, secondary vocational education, or small schools.

3 (6) The definitions in this subsection apply throughout this  
4 section.

5 (a) "Annual average full-time equivalent basic education  
6 enrollment" means the resident enrollment including students enrolled  
7 through choice (RCW 28A.225.225) and students from nonhigh districts  
8 (RCW 28A.225.210) and excluding students residing in another district  
9 enrolled as part of an interdistrict cooperative program (RCW  
10 28A.225.250).

11 (b) "Enrollment percent" means the district's resident special  
12 education annual average enrollment, excluding the birth through age  
13 four enrollment and those five year olds not yet enrolled in  
14 kindergarten, as a percent of the district's annual average full-time  
15 equivalent basic education enrollment.

16 Each district's general fund--state funded special education  
17 enrollment shall be the lesser of the district's actual enrollment  
18 percent or 12.7 percent.

19 (7) At the request of any interdistrict cooperative of at least 15  
20 districts in which all excess cost services for special education  
21 students of the districts are provided by the cooperative, the maximum  
22 enrollment percent shall be calculated in accordance with subsection  
23 (6)(b) of this section, and shall be calculated in the aggregate rather  
24 than individual district units. For purposes of this subsection, the  
25 average basic education allocation per full-time equivalent student  
26 shall be calculated in the aggregate rather than individual district  
27 units.

28 (8) To the extent necessary, \$73,668,000 of the general fund--state  
29 appropriation and \$29,574,000 of the general fund--federal  
30 appropriation are provided for safety net awards for districts with  
31 demonstrated needs for special education funding beyond the amounts  
32 provided in subsection (5) of this section. If the federal safety net  
33 awards based on the federal eligibility threshold exceed the federal  
34 appropriation in this subsection (8) in any fiscal year, the  
35 superintendent shall expend all available federal discretionary funds  
36 necessary to meet this need. Safety net funds shall be awarded by the  
37 state safety net oversight committee subject to the following  
38 conditions and limitations:

1 (a) The committee shall consider unmet needs for districts that can  
2 convincingly demonstrate that all legitimate expenditures for special  
3 education exceed all available revenues from state funding formulas.  
4 In the determination of need, the committee shall also consider  
5 additional available revenues from federal sources. Differences in  
6 program costs attributable to district philosophy, service delivery  
7 choice, or accounting practices are not a legitimate basis for safety  
8 net awards. In the determination of need, the committee shall require  
9 that districts demonstrate that they are maximizing their eligibility  
10 for all state and federal revenues related to services for special  
11 education-eligible students. Awards associated with (b) and (c) of  
12 this subsection shall not exceed the total of a district's specific  
13 determination of need.

14 (b) The committee shall then consider the extraordinary high cost  
15 needs of one or more individual special education students.  
16 Differences in costs attributable to district philosophy, service  
17 delivery choice, or accounting practices are not a legitimate basis for  
18 safety net awards.

19 (c) Using criteria developed by the committee, the committee shall  
20 then consider extraordinary costs associated with communities that draw  
21 a larger number of families with children in need of special education  
22 services. The safety net awards to school districts shall be adjusted  
23 to reflect amounts awarded under (b) of this subsection.

24 (d) The maximum allowable indirect cost for calculating safety net  
25 eligibility may not exceed the federal restricted indirect cost rate  
26 for the district plus one percent.

27 (e) Safety net awards must be adjusted for any audit findings or  
28 exceptions related to special education funding.

29 (f) Safety net awards shall be adjusted based on the percent of  
30 potential medicaid eligible students billed as calculated by the  
31 superintendent in accordance with chapter 318, Laws of 1999. The state  
32 safety net oversight committee shall ensure that safety net  
33 documentation and awards are based on current medicaid revenue amounts.

34 (9) The superintendent of public instruction may adopt such rules  
35 and procedures as are necessary to administer the special education  
36 funding and safety net award process. Prior to revising any standards,  
37 procedures, or rules, the superintendent shall consult with the office  
38 of financial management and the fiscal committees of the legislature.

1 (10) The safety net oversight committee appointed by the  
2 superintendent of public instruction shall consist of:

3 (a) One staff from the office of superintendent of public  
4 instruction;

5 (b) Staff of the office of the state auditor who shall be nonvoting  
6 members of the committee; and

7 (c) One or more representatives from school districts or  
8 educational service districts knowledgeable of special education  
9 programs and funding.

10 (11) The office of the superintendent of public instruction shall  
11 review and streamline the application process to access safety net  
12 funds, provide technical assistance to school districts, and annually  
13 survey school districts regarding improvement to the process.

14 (12) A maximum of \$678,000 may be expended from the general fund--  
15 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
16 full-time equivalent aides at children's orthopedic hospital and  
17 medical center. This amount is in lieu of money provided through the  
18 home and hospital allocation and the special education program.

19 (13) The superintendent shall maintain the percentage of federal  
20 flow-through to school districts at 85 percent. In addition to other  
21 purposes, school districts may use increased federal funds for high-  
22 cost students, for purchasing regional special education services from  
23 educational service districts, and for staff development activities  
24 particularly relating to inclusion issues.

25 (14) A school district may carry over from one year to the next  
26 year up to 10 percent of the general fund--state funds allocated under  
27 this program; however, carryover funds shall be expended in the special  
28 education program.

29 (15) \$262,000 of the general fund--state appropriation for fiscal  
30 year 2010 and \$251,000 of the general fund--state appropriation for  
31 fiscal year 2011 are provided solely for two additional full-time  
32 equivalent staff to support the work of the safety net committee and to  
33 provide training and support to districts applying for safety net  
34 awards.

35 (16) \$221,357,000 of the general fund--federal appropriation of  
36 American recovery and reinvestment act of 2009 funds is provided solely  
37 for the individuals with disabilities education act (IDEA), Part B, for

1 distribution to school districts. The funds' use is to be consistent  
2 with the current IDEA, Part B statutory and regulatory requirements.

3 (17) \$50,000 of the general fund--state appropriation for fiscal  
4 year 2010, \$50,000 of the general fund--state appropriation for fiscal  
5 2011, and \$100,000 of the general fund--federal appropriation shall be  
6 expended to support a special education ombudsman program within the  
7 office of superintendent of public instruction.

8 **NEW SECTION. Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC**  
9 **INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS**

10	General Fund--State Appropriation (FY 2010) . . . . .	\$8,394,000
11	General Fund--State Appropriation (FY 2011) . . . . .	\$8,395,000
12	TOTAL APPROPRIATION . . . . .	\$16,789,000

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

15 (1) The educational service districts shall continue to furnish  
16 financial services required by the superintendent of public instruction  
17 and RCW 28A.310.190 (3) and (4).

18 (2) \$3,355,000 of the general fund--state appropriation for fiscal  
19 year 2010 and \$3,355,000 of the general fund--state appropriation for  
20 fiscal year 2011 are provided solely for regional professional  
21 development related to mathematics and science curriculum and  
22 instructional strategies. Funding shall be distributed among the  
23 educational service districts in the same proportion as distributions  
24 in the 2007-2009 biennium. Each educational service district shall use  
25 this funding solely for salary and benefits for a certificated  
26 instructional staff with expertise in the appropriate subject matter  
27 and in professional development delivery, and for travel, materials,  
28 and other expenditures related to providing regional professional  
29 development support. The office of superintendent of public  
30 instruction shall also allocate to each educational service district  
31 additional amounts provided in section 504 of this act for compensation  
32 increases associated with the salary amounts and staffing provided in  
33 this subsection (2).

34 (3) The educational service districts, at the request of the state  
35 board of education pursuant to RCW 28A.310.010 and 28A.310.340, may  
36 receive and screen applications for school accreditation, conduct  
37 school accreditation site visits pursuant to state board of education

1 rules, and submit to the state board of education post-site visit  
2 recommendations for school accreditation. The educational service  
3 districts may assess a cooperative service fee to recover actual plus  
4 reasonable indirect costs for the purposes of this subsection.

5 NEW SECTION. **Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC**  
6 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

7	General Fund--State Appropriation (FY 2010) . . . . .	\$42,921,000
8	General Fund--State Appropriation (FY 2011) . . . . .	\$209,997,000
9	General Fund--Federal Appropriation . . . . .	\$176,284,000
10	TOTAL APPROPRIATION . . . . .	\$429,202,000

11 The appropriations in this section are subject to the following  
12 conditions and limitations: \$176,284,000 of the general fund--federal  
13 appropriation for fiscal year 2010 is provided solely for American  
14 recovery and reinvestment act of 2009 (ARRA) fiscal stabilization funds  
15 to restore state reductions for local effort assistance payments.

16 NEW SECTION. **Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC**  
17 **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

18	General Fund--State Appropriation (FY 2010) . . . . .	\$18,943,000
19	General Fund--State Appropriation (FY 2011) . . . . .	\$17,992,000
20	TOTAL APPROPRIATION . . . . .	\$36,935,000

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

23 (1) Each general fund--state fiscal year appropriation includes  
24 such funds as are necessary to complete the school year ending in the  
25 fiscal year and for prior fiscal year adjustments.

26 (2) State funding provided under this section is based on salaries  
27 and other expenditures for a 220-day school year. The superintendent  
28 of public instruction shall monitor school district expenditure plans  
29 for institutional education programs to ensure that districts plan for  
30 a full-time summer program.

31 (3) State funding for each institutional education program shall be  
32 based on the institution's annual average full-time equivalent student  
33 enrollment. Staffing ratios for each category of institution shall  
34 remain the same as those funded in the 1995-97 biennium.

35 (4) The funded staffing ratios for education programs for juveniles

1 age 18 or less in department of corrections facilities shall be the  
2 same as those provided in the 1997-99 biennium.

3 (5) \$329,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$329,000 of the general fund--state appropriation for  
5 fiscal year 2011 are provided solely to maintain at least one  
6 certificated instructional staff and related support services at an  
7 institution whenever the K-12 enrollment is not sufficient to support  
8 one full-time equivalent certificated instructional staff to furnish  
9 the educational program. The following types of institutions are  
10 included: Residential programs under the department of social and  
11 health services for developmentally disabled juveniles, programs for  
12 juveniles under the department of corrections, and programs for  
13 juveniles under the juvenile rehabilitation administration.

14 (6) Ten percent of the funds allocated for each institution may be  
15 carried over from one year to the next.

16 **NEW SECTION. Sec. 511. FOR THE SUPERINTENDENT OF PUBLIC**  
17 **INSTRUCTION--FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

18	General Fund--State Appropriation (FY 2010) . . . . .	\$9,430,000
19	General Fund--State Appropriation (FY 2011) . . . . .	\$9,437,000
20	TOTAL APPROPRIATION . . . . .	\$18,867,000

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

23 (1) Each general fund fiscal year appropriation includes such funds  
24 as are necessary to complete the school year ending in the fiscal year  
25 and for prior fiscal year adjustments.

26 (2) Allocations for school district programs for highly capable  
27 students shall be distributed at a maximum rate of \$401.08 per funded  
28 student for the 2009-10 school year and \$401.08 per funded student for  
29 the 2010-11 school year, exclusive of salary and benefit adjustments  
30 pursuant to section 504 of this act. The number of funded students  
31 shall be a maximum of 2.314 percent of each district's full-time  
32 equivalent basic education enrollment.

33 (3) \$90,000 of the fiscal year 2010 appropriation and \$90,000 of  
34 the fiscal year 2011 appropriation are provided for the Washington  
35 destination imagination network and future problem-solving programs.

36 (4) \$170,000 of the fiscal year 2010 appropriation and \$170,000 of

1 the fiscal year 2011 appropriation are provided for the centrum program  
2 at Fort Worden state park.

3 NEW SECTION. **Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC**  
4 **INSTRUCTION--FOR MISCELLANEOUS PURPOSES UNDER THE ELEMENTARY AND**  
5 **SECONDARY SCHOOL IMPROVEMENT ACT AND THE NO CHILD LEFT BEHIND ACT**

6 General Fund--Federal Appropriation . . . . . \$43,450,000

7 NEW SECTION. **Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC**  
8 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

9 General Fund--State Appropriation (FY 2010) . . . . . \$95,181,000

10 General Fund--State Appropriation (FY 2011) . . . . . \$102,512,000

11 General Fund--Federal Appropriation . . . . . \$152,626,000

12 Education Legacy Trust Account--State  
13 Appropriation . . . . . \$95,112,000

14 TOTAL APPROPRIATION . . . . . \$445,431,000

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

17 (1) \$36,806,000 of the general fund--state appropriation for fiscal  
18 year 2010, \$34,516,000 of the general fund--state appropriation for  
19 fiscal year 2011, \$1,850,000 of the education legacy trust  
20 account--state appropriation, and \$15,868,000 of the general fund--  
21 federal appropriation are provided solely for development and  
22 implementation of the Washington assessments of student learning  
23 (WASL), including: (i) Development and implementation of retake  
24 assessments for high school students who are not successful in one or  
25 more content areas of the WASL; and (ii) development and implementation  
26 of alternative assessments or appeals procedures to implement the  
27 certificate of academic achievement. The superintendent of public  
28 instruction shall report quarterly on the progress on development and  
29 implementation of alternative assessments or appeals procedures.  
30 Within these amounts, the superintendent of public instruction shall  
31 contract for the early return of 10th grade student WASL results, on or  
32 around June 10th of each year.

33 (2) \$3,249,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$3,249,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for the design of the state



1 assessment system and the implementation of end of course assessments  
2 for high school math.

3 (3) \$1,014,000 of the education legacy trust account appropriation  
4 is provided solely for allocations to districts for salaries and  
5 benefits for the equivalent of two additional professional development  
6 days for fourth and fifth grade teachers during the 2008-2009 school  
7 year. The allocations shall be made based on the calculations of  
8 certificated instructional staff units for fourth and fifth grade  
9 provided in section 502 of this act and on the calculations of  
10 compensation provided in sections 503 and 504 of this act. Districts  
11 may use the funding to support additional days for professional  
12 development as well as job-embedded forms of professional development.

13 (4) \$3,241,000 of the education legacy trust fund appropriation is  
14 provided solely for allocations to districts for salaries and benefits  
15 for the equivalent of three additional professional development days  
16 for middle and high school math and science teachers during the 2008-  
17 2009 school year, as well as specialized training for one math and  
18 science teacher in each middle school and high school during the 2008-  
19 2009 school year. Districts may use the funding to support additional  
20 days for professional development as well as job-embedded forms of  
21 professional development.

22 (5) \$3,850,000 of the education legacy trust account--state  
23 appropriation is provided solely for a math and science instructional  
24 coaches program pursuant to chapter 396, Laws of 2007. Funding shall  
25 be used to provide grants to schools and districts to provide salaries,  
26 benefits, and professional development activities for up to twenty-five  
27 instructional coaches in middle and high school math and twenty-five  
28 instructional coaches in middle and high school science in each year of  
29 the biennium; and up to \$300,000 may be used by the office of the  
30 superintendent of public instruction to administer and coordinate the  
31 program.

32 (6) \$1,781,000 of the general fund--state appropriation for fiscal  
33 year 2010 and \$1,943,000 of the general fund--state appropriation for  
34 fiscal year 2011 are provided solely to allow approved middle and  
35 junior high school career and technical education programs to receive  
36 enhanced vocational funding. The office of the superintendent of  
37 public instruction shall provide allocations to districts for middle  
38 and junior high school students in accordance with the funding formulas

1 provided in section 502 of this act. If Second Substitute Senate Bill  
2 No. 5676 is enacted the allocations are formula-driven, otherwise the  
3 office of the superintendent shall consider the funding provided in  
4 this subsection as a fixed amount, and shall adjust funding to stay  
5 within the amounts provided in this subsection.

6 (7) \$139,000 of the general fund--state appropriation for fiscal  
7 year 2010 and \$139,000 of the general fund--state appropriation for  
8 fiscal year 2011 are provided solely for (a) staff at the office of the  
9 superintendent of public instruction to coordinate and promote efforts  
10 to develop integrated math, science, technology, and engineering  
11 programs in schools and districts across the state; and (b) grants of  
12 \$2,500 to provide twenty middle and high school teachers each year  
13 professional development training for implementing integrated math,  
14 science, technology, and engineering program in their schools.

15 (8) \$1,579,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$1,579,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for the Washington state  
18 leadership and assistance for science education reform (LASER) regional  
19 partnership activities coordinated at the Pacific science center,  
20 including instructional material purchases, teacher and principal  
21 professional development, and school and community engagement events.  
22 Funding shall be distributed to the various LASER activities in a  
23 manner proportional to LASER program spending during the 2007-2009  
24 biennium.

25 (9) \$81,010,000 of the education legacy trust account--state  
26 appropriation is provided solely for grants for voluntary full-day  
27 kindergarten at the highest poverty schools, as provided in chapter  
28 400, Laws of 2007. The office of the superintendent of public  
29 instruction shall provide allocations to districts for recipient  
30 schools in accordance with the funding formulas provided in section 502  
31 of this act. Each kindergarten student who enrolls for the voluntary  
32 full-day program in a recipient school shall count as one-half of one  
33 full-time equivalent student for the purpose of making allocations  
34 under this subsection. Although the allocations are formula-driven,  
35 the office of the superintendent shall consider the funding provided in  
36 this subsection as a fixed amount, and shall limit the number of  
37 recipient schools so as to stay within the amounts appropriated each  
38 fiscal year in this subsection. The funding provided in this

1 subsection is estimated to provide full-day kindergarten programs for  
2 20 percent of kindergarten enrollment. Funding priority shall be given  
3 to schools with the highest poverty levels, as measured by prior year  
4 free and reduced priced lunch eligibility rates in each school.  
5 Additionally, as a condition of funding, school districts must agree to  
6 provide the full-day program to the children of parents who request it  
7 in each eligible school. For the purposes of calculating a school  
8 district levy base, funding provided in this subsection shall be  
9 considered a state block grant program under RCW 84.52.0531.

10 (a) Of the amounts provided in this subsection, a maximum of  
11 \$272,000 may be used for administrative support of the full-day  
12 kindergarten program within the office of the superintendent of public  
13 instruction.

14 (b) Student enrollment pursuant to this program shall not be  
15 included in the determination of a school district's overall K-12 FTE  
16 for the allocation of student achievement programs and other funding  
17 formulas unless specifically stated.

18 (10) \$700,000 of the general fund--state appropriation for fiscal  
19 year 2010 and \$900,000 of the general fund--state appropriation for  
20 fiscal year 2011 are provided solely for the development of a  
21 leadership academy for school principals and administrators. The  
22 superintendent of public instruction shall contract with an independent  
23 organization to design, field test, and implement a state-of-the-art  
24 education leadership academy that will be accessible throughout the  
25 state. Initial development of the content of the academy activities  
26 shall be supported by private funds. Semiannually the independent  
27 organization shall report on amounts committed by foundations and  
28 others to support the development and implementation of this program.  
29 Leadership academy partners, with varying roles, shall include the  
30 state level organizations for school administrators and principals, the  
31 superintendent of public instruction, the professional educator  
32 standards board, and others as the independent organization shall  
33 identify.

34 (11) \$105,754,000 of the general fund--federal appropriation is  
35 provided for preparing, training, and recruiting high quality teachers  
36 and principals under Title II of the no child left behind act.

37 (12) \$3,046,000 of the general fund--state appropriation for fiscal  
38 year 2010 and \$3,046,000 of the general fund--state appropriation for

1 fiscal year 2011 are provided solely to the office of the  
2 superintendent of public instruction for focused assistance. The  
3 office of the superintendent of public instruction shall conduct  
4 educational audits of low-performing schools and enter into performance  
5 agreements between school districts and the office to implement the  
6 recommendations of the audit and the community. Funding in this  
7 subsection may be used for focused assistance programs for individual  
8 schools as well as school districts.

9 (13) \$30,702,000 of the general fund--federal appropriation is  
10 provided for the reading first program under Title I of the no child  
11 left behind act.

12 (14) \$1,667,000 of the general fund--state appropriation for fiscal  
13 year 2010 and \$1,667,000 of the general fund--state appropriation for  
14 fiscal year 2011 are provided solely to eliminate the lunch co-pay for  
15 students in grades kindergarten through third grade that are eligible  
16 for reduced price lunch.

17 (15) \$5,285,000 of the general fund--state appropriation for fiscal  
18 year 2010 and \$5,285,000 of the general fund--state appropriation for  
19 fiscal year 2011 are provided solely for: (a) The meals for kids  
20 program under RCW 28A.235.145 through 28A.235.155; (b) to eliminate the  
21 breakfast co-pay for students eligible for reduced price lunch; and (c)  
22 for additional assistance for school districts initiating a summer food  
23 service program.

24 (16) \$1,056,000 of the general fund--state appropriation for fiscal  
25 year 2010 and \$1,056,000 of the general fund--state appropriation for  
26 fiscal year 2011 are provided solely for the Washington reading corps.  
27 The superintendent shall allocate reading corps members to low-  
28 performing schools and school districts that are implementing  
29 comprehensive, proven, research-based reading programs. Two or more  
30 schools may combine their Washington reading corps programs. Grants  
31 provided under this section may be used by school districts for  
32 expenditures from September 2009 through August 31, 2011.

33 (17) \$3,594,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$3,594,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for grants to school districts to  
36 provide a continuum of care for children and families to help children  
37 become ready to learn. Grant proposals from school districts shall  
38 contain local plans designed collaboratively with community service

1 providers. If a continuum of care program exists in the area in which  
2 the school district is located, the local plan shall provide for  
3 coordination with existing programs to the greatest extent possible.  
4 Grant funds shall be allocated pursuant to RCW 70.190.040.

5 (18) \$1,959,000 of the general fund--state appropriation for fiscal  
6 year 2010 and \$1,959,000 of the general fund--state appropriation for  
7 fiscal year 2011 are provided solely for improving technology  
8 infrastructure, monitoring and reporting on school district technology  
9 development, promoting standards for school district technology,  
10 promoting statewide coordination and planning for technology  
11 development, and providing regional educational technology support  
12 centers, including state support activities, under chapter 28A.650 RCW.

13 (19) \$125,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$125,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely for the operation of the center  
16 for the improvement of student learning pursuant to RCW 28A.300.130.

17 (20) \$250,000 of the education legacy trust account--state  
18 appropriation is provided solely for costs associated with the office  
19 of the superintendent of public instruction's statewide director of  
20 technology position.

21 (21)(a) \$28,270,000 of the general fund--state appropriation for  
22 fiscal year 2010 and \$36,513,000 of the general fund--state  
23 appropriation for fiscal year 2011 are provided solely for the  
24 following bonuses for teachers who hold valid, unexpired certification  
25 from the national board for professional teaching standards and who are  
26 teaching in a Washington public school, subject to the following  
27 conditions and limitations:

28 (i) For national board certified teachers, a bonus of \$5,000 per  
29 teacher beginning in the 2007-08 school year and adjusted for inflation  
30 in each school year thereafter in which Initiative 732 cost of living  
31 adjustments are provided. National board certified teachers who become  
32 public school principals shall continue to receive this bonus for as  
33 long as they are principals and maintain the national board  
34 certification;

35 (ii) An additional \$5,000 annual bonus shall be paid to national  
36 board certified teachers who teach in either: (A) High schools where  
37 at least 50 percent of student headcount enrollment is eligible for  
38 federal free or reduced price lunch, (B) middle schools where at least

1 60 percent of student headcount enrollment is eligible for federal free  
2 or reduced price lunch, or (C) elementary schools where at least 70  
3 percent of student headcount enrollment is eligible for federal free or  
4 reduced price lunch;

5 (iii) The superintendent of public instruction shall adopt rules to  
6 ensure that national board certified teachers meet the qualifications  
7 for bonuses under (a)(ii) of this subsection for less than one full  
8 school year receive bonuses in a pro-rated manner; and

9 (iv) During the 2009-10 and 2010-11 school years, and within the  
10 available appropriation, certificated instructional staff who have met  
11 the eligibility requirements and have applied for certification from  
12 the national board for professional teaching standards may receive a  
13 conditional two thousand dollars or the amount set by the office of the  
14 superintendent of public instruction to contribute toward the current  
15 assessment fee, not including the initial up-front candidacy payment.  
16 The fee shall be an advance on the first annual bonus under RCW  
17 28A.405.415. The assessment fee for national certification is provided  
18 in addition to compensation received under a district's salary schedule  
19 adopted in accordance with RCW 28A.405.200 and shall not be included in  
20 calculations of a district's average salary and associated salary  
21 limitation under RCW 28A.400.200. Recipients who fail to receive  
22 certification after three years are required to repay the assessment  
23 fee, not including the initial up-front candidacy payment, as set by  
24 the national board for professional teaching standards and administered  
25 by the office of the superintendent of public instruction. The office  
26 of the superintendent of public instruction shall adopt rules to define  
27 the terms for initial grant of the assessment fee and repayment,  
28 including applicable fees.

29 (b) Included in the amounts provided in this subsection are amounts  
30 for mandatory fringe benefits.

31 (22) \$2,750,000 of the general fund--state appropriation for fiscal  
32 year 2010 and \$2,750,000 of the general fund--state appropriation for  
33 fiscal year 2011 are provided solely for secondary career and technical  
34 education grants pursuant to chapter 170, Laws of 2008. This funding  
35 may additionally be used to support FIRST Robotics programs.

36 (23) \$300,000 of the general fund--state appropriation for fiscal  
37 year 2010 and \$300,000 of the general fund--state appropriation for

1 fiscal year 2011 are provided solely for the local farms-healthy kids  
2 program as described in chapter 215, Laws of 2008.

3 (24) \$2,348,000 of the general fund--state appropriation for fiscal  
4 year 2010 and \$2,348,000 of the general fund--state appropriation for  
5 fiscal year 2011 are appropriated for a beginning educator support  
6 program. School districts and/or regional consortia may apply for  
7 grant funding beginning in the 2009-10 school year. The superintendent  
8 shall implement this program in 5 to 15 school districts and/or  
9 regional consortia. The program provided by a district and/or regional  
10 consortia shall include: A paid orientation; assignment of a qualified  
11 mentor; development of a professional growth plan for each beginning  
12 teacher aligned with professional certification; release time for  
13 mentors and new teachers to work together, and teacher observation time  
14 with accomplished peers. \$250,000 may be used to provide state-wide  
15 professional development opportunities for mentors and beginning  
16 educators. The superintendent of public instruction shall adopt rules  
17 to establish and operate a research-based beginning educator support  
18 program no later than August 31, 2009. OSPI must evaluate the  
19 program's progress and may contract for this work. A report to the  
20 legislature about the beginning educator support program is due  
21 November 1, 2010.

22 (25) \$4,400,000 of the education legacy trust account--state  
23 appropriation is provided solely for the development and implementation  
24 of diagnostic assessments, consistent with the recommendations of the  
25 Washington assessment of student learning work group.

26 (26) \$70,000 of the general fund--state appropriation for fiscal  
27 year 2010 is provided solely for implementation of Engrossed Substitute  
28 Senate Bill No. 5414 (statewide assessments and curricula).

29 (27) \$530,000 of the general fund--state appropriation for fiscal  
30 year 2010 and \$530,000 of the general fund--state appropriation for  
31 fiscal year 2011 are provided solely for the leadership internship  
32 program for superintendents, principals, and program administrators.

33 **NEW SECTION. Sec. 514. FOR THE SUPERINTENDENT OF PUBLIC**  
34 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

35	General Fund--State Appropriation (FY 2010) . . . . .	\$77,994,000
36	General Fund--State Appropriation (FY 2011) . . . . .	\$80,937,000
37	General Fund--Federal Appropriation . . . . .	\$45,263,000

1 TOTAL APPROPRIATION . . . . . \$204,194,000

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

4 (1) Each general fund fiscal year appropriation includes such funds  
5 as are necessary to complete the school year ending in the fiscal year  
6 and for prior fiscal year adjustments.

7 (2) The superintendent shall distribute a maximum of \$901.46 per  
8 eligible bilingual student in the 2009-10 school year and \$901.46 in  
9 the 2010-11 school year, exclusive of salary and benefit adjustments  
10 provided in section 504 of this act.

11 (3) The superintendent may withhold up to 1.5 percent of the school  
12 year allocations to school districts in subsection (2) of this section,  
13 and adjust the per eligible pupil rates in subsection (2) of this  
14 section accordingly, solely for the central provision of assessments as  
15 provided in RCW 28A.180.090 (1) and (2).

16 (4) \$70,000 of the amounts appropriated in this section are  
17 provided solely to track current and former transitional bilingual  
18 program students.

19 (5) The general fund--federal appropriation in this section is  
20 provided for migrant education under Title I Part C and English  
21 language acquisition, and language enhancement grants under Title III  
22 of the elementary and secondary education act.

23 **NEW SECTION. Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**  
24 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

25 General Fund--State Appropriation (FY 2010) . . . . . \$101,067,000

26 General Fund--State Appropriation (FY 2011) . . . . . \$102,237,000

27 General Fund--Federal Appropriation . . . . . \$543,925,000

28 Education Legacy Trust Account--State  
29 Appropriation . . . . . \$47,980,000

30 TOTAL APPROPRIATION . . . . . \$795,209,000

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

33 (1) The general fund--state appropriations in this section are  
34 subject to the following conditions and limitations:

35 (a) The appropriations include such funds as are necessary to  
36 complete the school year ending in the fiscal year and for prior fiscal  
37 year adjustments.



1 (b) Funding for school district learning assistance programs shall  
2 be allocated at maximum rates of \$281.71 per funded student for the  
3 2009-10 school year and \$282.63 per funded student for the 2010-11  
4 school year exclusive of salary and benefit adjustments provided under  
5 section 504 of this act.

6 (c) A school district's funded students for the learning assistance  
7 program shall be the sum of the following as appropriate:

8 (i) The district's full-time equivalent enrollment in grades K-12  
9 for the prior school year multiplied by the district's percentage of  
10 October headcount enrollment in grades K-12 eligible for free or  
11 reduced price lunch in the prior school year; and

12 (ii) If, in the prior school year, the district's percentage of  
13 October headcount enrollment in grades K-12 eligible for free or  
14 reduced price lunch exceeded forty percent, subtract forty percent from  
15 the district's percentage and multiply the result by the district's K-  
16 12 annual average full-time equivalent enrollment for the prior school  
17 year.

18 (d) In addition to the amounts allocated in (b) and (c) of this  
19 subsection, an additional amount shall be allocated to school districts  
20 with high concentrations of poverty and English language learner  
21 students, subject to the following rules and conditions:

22 (i) To qualify for additional funding under this subsection, a  
23 district's October headcount enrollment in grades kindergarten through  
24 grade twelve must have at least twenty percent enrolled in the  
25 transitional bilingual instruction program based on an average of the  
26 program headcount taken in October and May of the prior school year;  
27 and must also have at least forty percent eligible for free or reduced  
28 price lunch based on October headcount enrollment in grades  
29 kindergarten through twelve in the prior school year.

30 (ii) Districts meeting the specifications in (d)(i) of this  
31 subsection shall receive additional funded students for the learning  
32 assistance program at the rates specified in subsection (1)(b) of this  
33 section. The number of additional funded student units shall be  
34 calculated by subtracting twenty percent from the district's percent  
35 transitional bilingual instruction program enrollment as defined in  
36 (d)(i) of this subsection, and the resulting percent shall be  
37 multiplied by the district's kindergarten through twelve annual average  
38 full-time equivalent enrollment for the prior school year.

1 (2) The general fund--federal appropriation in this section is  
2 provided for Title I Part A allocations of the no child left behind act  
3 of 2001.

4 (3) A school district may carry over from one year to the next up  
5 to 10 percent of the general fund--state or education legacy trust  
6 funds allocated under this program; however, carryover funds shall be  
7 expended for the learning assistance program.

8 (4) School districts are encouraged to coordinate the use of these  
9 funds with other federal, state, and local sources to serve students  
10 who are below grade level and to make efficient use of resources in  
11 meeting the needs of students with the greatest academic deficits.

12 (5) Within amounts appropriated in this section, funding is  
13 provided for the implementation of extended learning programs required  
14 in chapter 328, Laws of 2008.

15 (6) \$51,970,000 of the general fund--federal appropriation for  
16 fiscal year 2010 and \$77,955,000 of the general fund--federal  
17 appropriation for fiscal year 2011 of American recovery and  
18 reinvestment act of 2009 (ARRA) Title I, Part A funds are in addition  
19 to regular Title I, Part A allocations solely for allocation to  
20 eligible school districts in accordance with the guidelines of ARRA.

21 (7) \$48,981,000 of the general fund--federal appropriation from the  
22 American recovery and reinvestment act of 2009 (ARRA) is for school  
23 improvement. This consists of 4 percent, or \$5,413,000 of the Title I,  
24 Part A recovery funds which must be set aside for school improvement as  
25 well as \$43,568,000 in additional school improvement funds.

26 **NEW SECTION. Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**  
27 **INSTRUCTION--FOR STUDENT ACHIEVEMENT PROGRAM**

28	General Fund--State Appropriation (FY 2011) . . . . .	\$104,101,000
29	General Fund--Federal Appropriation . . . . .	\$200,295,000
30	TOTAL APPROPRIATION . . . . .	\$304,396,000

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

33 (1) Funding for school district student achievement programs shall  
34 be allocated at a maximum rate of \$131.16 per FTE student for the 2009-  
35 10 school year and \$99.32 per FTE student for the 2010-11 school year.  
36 For the purposes of this section, FTE student refers to the annual  
37 average full-time equivalent enrollment of the school district in

1 grades kindergarten through twelve for the prior school year, as  
2 reported to the office of the superintendent of public instruction by  
3 August 31st of the previous school year.

4 (2) The appropriation is allocated for the following uses as  
5 specified in RCW 28A.505.210:

6 (a) To reduce class size by hiring certificated elementary  
7 classroom teachers in grades K-4 and paying nonemployee-related costs  
8 associated with those new teachers;

9 (b) To make selected reductions in class size in grades 5-12, such  
10 as small high school writing classes;

11 (c) To provide extended learning opportunities to improve student  
12 academic achievement in grades K-12, including, but not limited to,  
13 extended school year, extended school day, before-and-after-school  
14 programs, special tutoring programs, weekend school programs, summer  
15 school, and all-day kindergarten;

16 (d) To provide additional professional development for educators  
17 including additional paid time for curriculum and lesson redesign and  
18 alignment, training to ensure that instruction is aligned with state  
19 standards and student needs, reimbursement for higher education costs  
20 related to enhancing teaching skills and knowledge, and mentoring  
21 programs to match teachers with skilled, master teachers. The funding  
22 shall not be used for salary increases or additional compensation for  
23 existing teaching duties, but may be used for extended year and  
24 extended day teaching contracts;

25 (e) To provide early assistance for children who need  
26 prekindergarten support in order to be successful in school; or

27 (f) To provide improvements or additions to school building  
28 facilities which are directly related to the class size reductions and  
29 extended learning opportunities under (a) through (c) of this  
30 subsection (2).

31 (3) The superintendent of public instruction shall distribute the  
32 school year allocation according to the monthly apportionment schedule  
33 defined in RCW 28A.510.250.

34 (4) \$200,295,000 of the general fund--federal appropriation for  
35 fiscal year 2010 is provided solely for American recovery and  
36 reinvestment act of 2009 (ARRA) fiscal stabilization funds to restore  
37 state reductions for the student achievement program.

1        NEW SECTION.    **Sec. 517. K-12 CARRYFORWARD AND PRIOR SCHOOL YEAR**  
2 **ADJUSTMENTS.**    State general fund and state student achievement fund  
3 appropriations provided to the superintendent of public instruction for  
4 state entitlement programs in the public schools in this part V of this  
5 act may be expended as needed by the superintendent for adjustments to  
6 apportionment for prior fiscal periods. Recoveries of state general  
7 fund moneys from school districts and educational service districts for  
8 a prior fiscal period shall be made as reductions in apportionment  
9 payments for the current fiscal period and shall be shown as prior year  
10 adjustments on apportionment reports for the current period. Such  
11 recoveries shall not be treated as revenues to the state, but as a  
12 reduction in the amount expended against the appropriation for the  
13 current fiscal period.

14        NEW SECTION.    **Sec. 518. FOR THE SUPERINTENDENT OF PUBLIC**  
15 **INSTRUCTION.**    Appropriations made in this act to the office of the  
16 superintendent of public instruction shall initially be allotted as  
17 required by this act. Subsequent allotment modifications shall not  
18 include transfers of moneys between sections of this act.

(End of part)

PART VI  
HIGHER EDUCATION

NEW SECTION. **Sec. 601.** The appropriations in sections 605 through 611 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 605 through 611 of this act.

(2) The legislature, the office of financial management, and other state agencies need consistent and accurate personnel data from institutions of higher education for policy planning purposes. Institutions of higher education shall report personnel data to the department of personnel for inclusion in the department's data warehouse. Uniform reporting procedures shall be established by the department of personnel for use by the reporting institutions, including provisions for common job classifications and common definitions of full-time equivalent staff. Annual contract amounts, number of contract months, and funding sources shall be consistently reported for employees under contract.

(3) In addition to waivers granted under the authority of RCW 28B.15.910, the governing boards and the state board may waive all or a portion of operating fees for any student. State general fund appropriations shall not be provided to replace tuition and fee revenue foregone as a result of waivers granted under this subsection.

(4) The colleges of education for institutions with appropriations in sections 606 through 611 shall develop a plan, by October 30, 2009, to increase the number of math and science teacher endorsements and certificates granted by the institution. The plan shall address the college's math and science teacher endorsement and certification completion goal for each of the next six years, beginning with the 2010-2011 academic year, and shall be reported to the governor, the relevant policy committees of the legislature, the higher education coordinating board (HECB) and the professional educator standards board (PESB). Plan components may address: Student advising practices, increased outreach and recruitment efforts to under-represented populations, linkages with university mathematics and science

1 departments, and implementation of redesigned, innovative endorsement  
2 and certification programs. To accomplish this work, enrollments may  
3 need to be shifted from low-need endorsement and certificate areas to  
4 math and science. A report shall be made each October 30th to the HECB  
5 and PESB regarding the degree to which plan goals have been met and  
6 activities undertaken to support those outcomes.

7 (5) In accordance with RCW 28B.10.920 through 28B.10.922, the state  
8 performance agreement committee and each public four-year institution  
9 of higher education shall develop performance agreements for the period  
10 September 1, 2009, through June 30, 2015. The agreements shall reflect  
11 the level of state, tuition, and other resources appropriated or  
12 authorized for each institution in this act and in the omnibus 2009-11  
13 omnibus capital budget act, as well as reasonably anticipated changes  
14 in such resources for the two subsequent biennia as required to  
15 accomplish the higher education master plan as adopted by the  
16 legislature. The agreements shall build upon each institution's actual  
17 performance relative to the 2011 targets previously negotiated between  
18 the institution, the higher education coordinating board, and the  
19 office of financial management, and shall include measurable  
20 performance targets, benchmarks, and goals in areas including but not  
21 limited to:

- 22 (a) Student enrollment levels, by campus;
- 23 (b) Baccalaureate and advanced degree production;
- 24 (c) Baccalaureate and advanced degree production in high employer-  
25 demand fields;
- 26 (d) Undergraduate retention and graduation rates;
- 27 (e) Time-to-degree for students entering as freshmen, and as upper-  
28 division transfers;
- 29 (f) Efficiency to degree; and
- 30 (g) Capital investment as required to (i) maintain existing  
31 capacity, and (ii) meet enrollment targets in accordance with the  
32 master plan as adopted by the legislature.

33 Each institution shall report progress toward its performance targets  
34 during the preceding academic year to the state performance agreement  
35 committee prior to November 1, 2010. The higher education coordinating  
36 board shall consolidate and summarize the institutional reports, and  
37 provide them to the relevant policy and fiscal committees of the  
38 legislature by December 1, 2010.

1 (6) To facilitate transparency and compliance with the American  
2 recovery and reinvestment act, the institutions of higher education  
3 receiving state and federal appropriations under sections 605 through  
4 611 of this act shall allot anticipated state, federal, and tuition  
5 expenditures by budget program and fiscal year. The office of  
6 financial management shall notify the legislative ways and means  
7 committees of the proposed allotments at least ten days prior to their  
8 approval.

9 (7) To the extent permitted by the applicable personnel system  
10 rules, and to the extent collectively bargained with represented  
11 employees, institutions of higher education are encouraged to achieve  
12 the reductions in full-time-equivalent employment and payroll levels  
13 necessary to operate within this budget through strategies that will  
14 minimize impacts on employees, their families, their communities, and  
15 short- and longer-term accomplishment of institutional mission.  
16 Institutions are encouraged to utilize strategies such as reduced work-  
17 hours per day or week, voluntary leave without pay, and temporary  
18 furloughs that enable employees to maintain permanent employment  
19 status. Institutions are further encouraged to implement such  
20 strategies in ways that will enable employees to maintain full  
21 insurance benefits, full retirement service credit, and a living wage.

22 (8)(a) For institutions receiving appropriations in section 605 of  
23 this act the only allowable salary increases provided are those with  
24 normally occurring promotions and increases related to faculty and  
25 staff retention, to the extent permitted by Engrossed Substitute Senate  
26 Bill No. 5460, and House Bill No. 2328.

27 (b) For employees under the jurisdiction of chapter 41.56 RCW,  
28 salary increases will be in accordance with the applicable collective  
29 bargaining agreement. However, an increase shall not be provided to  
30 any classified employee whose salary is above the approved salary range  
31 maximum for the class to which the employee's position is allocated.

32 (c) For each institution of higher education receiving  
33 appropriations under sections 606 through 611 of this act:

34 (i) The only allowable salary increases are those associated with  
35 normally occurring promotions and increases related to faculty and  
36 staff retention, to the extent permitted by Engrossed Substitute Senate  
37 Bill No. 5460 and House Bill No. 2328; and

1 (ii) Institutions may provide salary increases from other sources  
 2 to instructional and research faculty, exempt professional staff,  
 3 teaching and research assistants, as classified by the office of  
 4 financial management, and all other nonclassified staff, but not  
 5 including employees under RCW 28B.16.015, to the extent permitted by  
 6 Engrossed Substitute Senate Bill No. 5460 and House Bill No. 2328. Any  
 7 salary increase granted under the authority of this subsection  
 8 (8)(c)(ii) shall not be included in an institution's salary base for  
 9 future state funding. It is the intent of the legislature that state  
 10 general fund support for an institution shall not increase during the  
 11 current or any future biennium as a result of any salary increases  
 12 authorized under this subsection (8)(c)(ii).

13 NEW SECTION. **Sec. 602.** (1) Within the funds appropriated in this  
 14 act, each institution of higher education is expected to enroll and  
 15 educate at least the following numbers of full-time equivalent state-  
 16 supported students per academic year:

	2009-10	2010-11
	Annual Average	Annual Average
20 University of Washington	36,546	37,162
21 Washington State University	22,250	22,250
22 Central Washington University	8,477	8,734
23 Eastern Washington University	8,469	8,808
24 The Evergreen State College	4,213	4,213
25 Western Washington University	11,373	11,762
26 State Board for Community & 27 Technical Colleges		
28 Adult Students	139,237	139,237
29 Running Start Students	11,558	11,558

30 (2) In achieving or exceeding these enrollment targets, each  
 31 institution shall seek to:

32 (a) Maintain and to the extent possible increase enrollment  
 33 opportunities at branch campuses;

34 (b) Maintain and to the extent possible increase enrollment



1 opportunities at university centers and other partnership programs that  
2 enable students to earn baccalaureate degrees on community college  
3 campuses; and

4 (c) Eliminate and consolidate programs of study for which there is  
5 limited student or employer demand, or that are not areas of core  
6 academic strength for the institution, particularly when such programs  
7 duplicate offerings by other in-state institutions.

8 (3) By September 1, 2009, each institution shall report to the  
9 higher education committees and the relevant fiscal committees of the  
10 legislature on its plans for achieving the objectives in this section.

11 (4) For purposes of monitoring and reporting statewide enrollment,  
12 the University of Washington and Washington State University shall  
13 notify the office of financial management of the number of full-time  
14 student equivalent enrollments budgeted for each of their campuses.

15 NEW SECTION. **Sec. 603. PUBLIC BACCALAUREATE INSTITUTIONS.** In  
16 order to operate within the state funds appropriated in this act, the  
17 governing boards of the state research universities, the state regional  
18 universities, and The Evergreen State College are authorized to adopt  
19 and adjust tuition and fees for the 2009-10 and 2010-11 academic years  
20 as provided in this section:

21 (1) Each governing board may increase the tuition fees, as defined  
22 in RCW 28B.15.020, charged to resident undergraduate students by no  
23 more than fourteen percent over the amounts charged to resident  
24 undergraduate students for the prior academic year.

25 (2) Each governing board is authorized to increase tuition charges  
26 to graduate and professional students, and to nonresident undergraduate  
27 students, by amounts judged reasonable and necessary by the governing  
28 board.

29 (3) Each governing board is authorized to increase summer quarter  
30 or semester tuition fees for resident and nonresident undergraduate,  
31 graduate, and professional students pursuant to RCW 28B.15.067.

32 (4) Each governing board is authorized to adopt or increase charges  
33 for fee-based, self-sustaining degree programs, credit courses,  
34 noncredit workshops and courses, and special contract courses by  
35 amounts judged reasonable and necessary by the governing board.

36 (5) Each governing board is authorized to adopt or increase

1 services and activities fees for all categories of students as provided  
2 in RCW 28B.15.069.

3 (6) Each governing board is authorized to adopt or increase  
4 technology fees as provided in RCW 28B.15.069.

5 (7) Each governing board is authorized to adopt or increase special  
6 course and lab fees, and health and counseling fees, to the extent  
7 necessary to cover the reasonable and necessary exceptional cost of the  
8 course or service.

9 (8) Each governing board is authorized to adopt or increase  
10 administrative fees such as but not limited to those charged for  
11 application, matriculation, special testing, and transcripts by amounts  
12 judged reasonable and necessary by the governing board.

13 (9) In addition to the 3.5 percent of tuition and services and  
14 activities fees used for institutional financial aid as required by RCW  
15 28B.15.820, each governing board shall assure that at least one-seventh  
16 of the additional tuition revenue that would otherwise be collected as  
17 a result of resident undergraduate tuition increases in excess of seven  
18 percent per year is used to provide additional financial aid to  
19 resident undergraduate students. Each institution shall report to the  
20 relevant policy and fiscal committees of the legislature by December 1,  
21 2009, and again by December 1, 2010, demonstrating how it has modified  
22 financial aid policies and practices during the current academic year  
23 to accomplish this purpose.

24 NEW SECTION. **Sec. 604. STATE BOARD FOR COMMUNITY AND TECHNICAL**  
25 **COLLEGES.** In order to operate within the state funds appropriated in  
26 this act, the state board for community and technical colleges and the  
27 trustees of the state's community and technical colleges are authorized  
28 to adopt and adjust tuition and fees for the 2009-10 and 2010-11  
29 academic years as provided in this section:

30 (1) The state board may increase the tuition fees charged to  
31 resident undergraduate students by no more than seven percent over the  
32 amounts charged to resident undergraduates during the prior academic  
33 year. The board may increase tuition fees under this subsection  
34 differentially based on student credit hour load, provided that the  
35 overall increase in average tuition revenue per student does not exceed  
36 seven percent each year.

1 (2) The state board may increase the tuition fees charged to  
2 resident undergraduates enrolled in upper division applied  
3 baccalaureate programs by no more than fourteen percent over the  
4 amounts charged during the prior academic year.

5 (3) The state board may increase the tuition fees charged to  
6 nonresident students by amounts judged reasonable and necessary by the  
7 board.

8 (4) The trustees of the technical colleges are authorized to either  
9 (a) increase operating fees by no more than the percentage increases  
10 authorized for community colleges by the state board; or (b) fully  
11 adopt the tuition fee charge schedule adopted by the state board for  
12 community colleges.

13 (5) For the 2009-10 academic year, the trustees of the technical  
14 colleges are authorized to increase building fees by four cents per  
15 clock hour and by sixty-two cents per credit hour. For the 2010-11  
16 academic year, the trustees are authorized to increase building fees by  
17 four cents per clock hour and by sixty-nine cents per credit hour. The  
18 purpose of these increases is to progress toward parity with the  
19 building fees charged students attending the community colleges.

20 (6) The state board is authorized to increase the maximum allowable  
21 services and activities fee as provided in RCW 28B.15.069. The  
22 trustees of the community and technical colleges are authorized to  
23 increase services and activities fees up to the maximum level  
24 authorized by the state board.

25 (7) The trustees of the community and technical colleges are  
26 authorized to adopt or increase charges for fee-based, self-sustaining  
27 programs such as summer session, international student contracts, and  
28 special contract courses by amounts judged reasonable and necessary by  
29 the trustees.

30 (8) The trustees of the community and technical colleges are  
31 authorized to adopt or increase special course and lab fees to the  
32 extent necessary to cover the reasonable and necessary exceptional cost  
33 of the course or service.

34 (9) The trustees of the community and technical colleges are  
35 authorized to adopt or increase administrative fees such as but not  
36 limited to those charged for application, matriculation, special  
37 testing, and transcripts by amounts judged reasonable and necessary by  
38 the trustees.

1            NEW SECTION.    **Sec. 605. FOR THE STATE BOARD FOR COMMUNITY AND**  
2 **TECHNICAL COLLEGES**

3	General Fund--State Appropriation (FY 2010) . . . . .	\$620,071,000
4	General Fund--State Appropriation (FY 2011) . . . . .	\$642,509,000
5	General Fund--Federal Appropriation . . . . .	\$17,171,000
6	Education Legacy Trust Account--State Appropriation . . . . .	\$95,125,000
7	TOTAL APPROPRIATION . . . . .	\$1,374,876,000

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

10            (1) \$28,761,000 of the general fund--state appropriation for fiscal  
11 year 2010 and \$28,761,000 of the general fund--state appropriation for  
12 fiscal year 2011 are provided solely as special funds for training and  
13 related support services, including financial aid, as specified in RCW  
14 28C.04.390. Funding is provided to support at least 6,200 full-time  
15 equivalent students in fiscal year 2010 and at least 6,200 full-time  
16 equivalent students in fiscal year 2011.

17            (2) \$2,725,000 of the general fund--state appropriation for fiscal  
18 year 2010 and \$2,725,000 of the general fund--state appropriation for  
19 fiscal year 2011 are provided solely for administration and customized  
20 training contracts through the job skills program. The state board  
21 shall make an annual report by January 1st of each year to the governor  
22 and to the appropriate policy and fiscal committees of the legislature  
23 regarding implementation of this section, listing the scope of grant  
24 awards, the distribution of funds by educational sector and region of  
25 the state, and the results of the partnerships supported by these  
26 funds.

27            (3) Of the amounts appropriated in this section, \$3,500,000 is  
28 provided solely for the student achievement initiative.

29            (4) When implementing the appropriations in this section, the state  
30 board and the trustees of the individual community and technical  
31 colleges shall minimize impact on academic programs, maximize  
32 reductions in administration, and shall at least maintain, and endeavor  
33 to increase, enrollment opportunities and degree and certificate  
34 production in high employer-demand fields of study at their academic  
35 year 2008-09 levels.

36            (5) Within the board's 2009-11 biennial budget allocation to  
37 Bellevue College, and pursuant to RCW 28B.50.810, the college may  
38 implement, on a tuition and fee basis, an additional applied

1 baccalaureate degree in interior design. This program is intended to  
2 provide students with additional opportunities to earn baccalaureate  
3 degrees and to respond to emerging job and economic growth  
4 opportunities. The program reviews and approval decisions required by  
5 RCW 28B.50.810 (3) and (4) shall be completed by July 31, 2009, so that  
6 the degree may be offered during the 2009-10 academic year.

7 (6) In accordance with the recommendations of the higher education  
8 coordinating board's 2008 *Kitsap region higher education center study*,  
9 the state board shall facilitate development of university centers by  
10 allocating thirty 2-year and 4-year partnership full-time enrollment  
11 equivalencies to Olympic College and ten 2-year and 4-year partnership  
12 full-time enrollment equivalencies to Peninsula College. The colleges  
13 shall use the allocations to establish a partnership with a  
14 baccalaureate university or universities for delivery of upper division  
15 degree programs in the Kitsap region. The Olympic and Peninsula  
16 Community College districts shall additionally work together to ensure  
17 coordinated development of these and other future baccalaureate  
18 opportunities through coordinated needs assessment, planning, and  
19 scheduling.

20 (7) By September 1, 2009, the state board for community and  
21 technical colleges, the higher education coordinating board, and the  
22 office of financial management shall review and to the extent necessary  
23 revise current 2009-11 performance measures and targets based on the  
24 level of state, tuition, and other resources appropriated or authorized  
25 in this act and in the omnibus 2009-11 omnibus capital budget act. The  
26 boards and the office of financial management shall additionally  
27 develop new performance targets for the 2011-13 and the 2013-15 biennia  
28 that will guide and measure the community and technical college  
29 system's contributions to achievement of the state's higher education  
30 master plan goals.

31 (8) \$2,250,000 of the general fund--state appropriation for fiscal  
32 year 2010 and \$2,250,000 of the general fund--state appropriation for  
33 fiscal year 2011 are provided solely for the hospital employee  
34 education and training program under which labor, management, and  
35 college partnerships develop or expand and evaluate training programs  
36 for incumbent hospital workers that lead to careers in nursing and  
37 other high-demand health care occupations. The board shall report

1 student progress, outcomes, and costs to the relevant fiscal and policy  
2 committees of the legislature by November 2009 and November 2010.

3 (9) Community and technical colleges are not required to send mass  
4 mailings of course catalogs to residents of their districts. Community  
5 and technical colleges shall consider lower cost alternatives, such as  
6 mailing postcards or brochures that direct individuals to online  
7 information and other ways of acquiring print catalogs.

8 (10) \$1,112,000 of the general fund--state appropriation for fiscal  
9 year 2010 and \$1,113,000 of the general fund--state appropriation for  
10 fiscal year 2011 are provided solely for the state board to enhance  
11 online distance learning and open courseware technology. Funds shall  
12 be used to support open courseware, open textbooks, open licenses to  
13 increase access, affordability and quality of courses in higher  
14 education. The state board for community and technical colleges shall  
15 select the most appropriate courses to support open courseware based  
16 solely upon criteria of maximizing the value of instruction and  
17 reducing costs of textbooks and other instructional materials for the  
18 greatest number of students in higher education, regardless of the type  
19 of institution those students attend.

20 **NEW SECTION. Sec. 606. FOR THE UNIVERSITY OF WASHINGTON**

21	General Fund--State Appropriation (FY 2010) . . . . .	\$269,552,000
22	General Fund--State Appropriation (FY 2011) . . . . .	\$297,130,000
23	General Fund--Federal Appropriation . . . . .	\$24,730,000
24	Education Legacy Trust Account--State Appropriation . . . . .	\$54,408,000
25	Accident Account--State Appropriation . . . . .	\$6,712,000
26	Medical Aid Account--State Appropriation . . . . .	\$6,524,000
27	Biotoxin Account--State Appropriation . . . . .	\$450,000
28	TOTAL APPROPRIATION . . . . .	\$659,506,000

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

31 (1) In implementing the appropriations in this section, the  
32 president and regents shall seek to minimize impacts on student  
33 services and instructional programs by maximizing reductions in  
34 administration and other non-instructional activities.

35 (2) Because higher education is an essential driver of economic  
36 recovery and development, the university shall maintain, and endeavor  
37 to increase, enrollment and degree production levels at or beyond their

1 academic year 2008-09 levels in the following high-demand fields:  
2 Biological and biomedical sciences; computer and information sciences;  
3 education with specializations in special education, math, or science;  
4 engineering and engineering technology; health professions and related  
5 clinical sciences; and mathematics and statistics.

6 (3) \$75,000 of the general fund--state appropriation for fiscal  
7 year 2010 and \$75,000 of the general fund--state appropriation for  
8 fiscal year 2011 are provided solely for forestry research by the  
9 Olympic natural resources center.

10 (4) \$150,000 of the general fund--state appropriation for fiscal  
11 year 2010 is provided solely for the William D. Ruckelshaus center for  
12 facilitation, support, and analysis to support the nurse staffing  
13 steering committee in its work to apply best practices related to  
14 patient safety and nurse staffing.

15 (5) \$54,000 of the general fund--state appropriation for fiscal  
16 year 2010 and \$54,000 of the general fund--state appropriation for  
17 fiscal year 2011 are provided solely for the University of Washington  
18 geriatric education center to provide a voluntary adult family home  
19 certification program. In addition to the minimum qualifications  
20 required under RCW 70.128.120, individuals participating in the  
21 voluntary adult family home certification program shall complete fifty-  
22 two hours of class requirements as established by the University of  
23 Washington geriatric education center. Individuals completing the  
24 requirements of RCW 70.128.120 and the voluntary adult family home  
25 certification program shall be issued a certified adult family home  
26 license by the department of social and health services. The  
27 department of social and health services shall adopt rules implementing  
28 the provisions of this subsection.

29 (6) \$50,000 of the general fund--state appropriation for fiscal  
30 year 2010 and \$52,000 of the general fund--state appropriation for  
31 fiscal year 2011 are provided solely for the center for international  
32 trade in forest products in the college of forest resources.

33 NEW SECTION. **Sec. 607. FOR WASHINGTON STATE UNIVERSITY**

34	General Fund--State Appropriation (FY 2010) . . . . .	\$178,578,000
35	General Fund--State Appropriation (FY 2011) . . . . .	\$196,163,000
36	General Fund--Federal Appropriation . . . . .	\$15,772,000
37	Education Legacy Trust Account--State Appropriation . . . . .	\$34,696,000

1 TOTAL APPROPRIATION . . . . . \$425,209,000

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

4 (1) In implementing the appropriations in this section, the  
5 president and regents shall seek to minimize impacts on student  
6 services and instructional programs by maximizing reductions in  
7 administration and other non-instructional activities.

8 (2) Because higher education is an essential driver of economic  
9 recovery and development, the university shall maintain, and endeavor  
10 to increase, enrollment and degree production levels at or beyond their  
11 academic year 2008-09 levels in the following high-demand fields:  
12 Biological and biomedical sciences; computer and information sciences;  
13 education with specializations in special education, math, or science;  
14 engineering and engineering technology; health professions and related  
15 clinical sciences; and mathematics and statistics.

16 (3) When implementing reductions for fiscal year 2010 and fiscal  
17 year 2011, Washington State University shall minimize reductions to  
18 extension services and agriculture extension services. Agriculture  
19 extension includes:

20 (a) Faculty with extension appointments working within the  
21 following departments in the college of agricultural, human, and  
22 natural resource sciences with extension appointments: Animal  
23 sciences, crop and soil sciences, entomology, horticulture, and plant  
24 pathology;

25 (b) The portion of county extension educators' appointments  
26 assigned to the "agricultural programs" area;

27 (c) Staff with extension appointments and extension operating  
28 allocations located at the irrigated agriculture research and extension  
29 center (Prosser), northwest Washington research and extension center  
30 (Mt. Vernon), and tree fruit research and extension center (Wenatchee);  
31 and

32 (d) Extension contributions to the center for precision  
33 agricultural systems, center for sustaining agriculture and natural  
34 resources, and the agriculture weather network.

35 (4) \$75,000 of the general fund--state appropriation for fiscal  
36 year 2010 and \$75,000 of the general fund--state appropriation for  
37 fiscal year 2011 are provided solely for research related to honeybee  
38 colony collapse disease.



**NEW SECTION. Sec. 608. FOR EASTERN WASHINGTON UNIVERSITY**

General Fund--State Appropriation (FY 2010)	\$34,685,000
General Fund--State Appropriation (FY 2011)	\$40,796,000
General Fund--Federal Appropriation	\$5,522,000
Education Legacy Trust Account--State Appropriation	\$16,087,000
TOTAL APPROPRIATION	\$97,090,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

(2) Because higher education is an essential driver of economic recovery and development, the university shall maintain, and endeavor to increase, enrollment and degree production levels at or beyond their academic year 2008-09 levels in the following high-demand fields: Biological and biomedical sciences; computer and information sciences; education with specializations in special education, math, or science; engineering and engineering technology; health professions and related clinical sciences; and mathematics and statistics.

(3) At least \$200,000 of the general fund--state appropriation for fiscal year 2010 and at least \$200,000 of the general fund--state appropriation for fiscal year 2011 shall be expended on the northwest autism center.

**NEW SECTION. Sec. 609. FOR CENTRAL WASHINGTON UNIVERSITY**

General Fund--State Appropriation (FY 2010)	\$30,284,000
General Fund--State Appropriation (FY 2011)	\$37,580,000
General Fund--Federal Appropriation	\$6,975,000
Education Legacy Trust Account--State Appropriation	\$19,076,000
TOTAL APPROPRIATION	\$93,915,000

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

(1) In implementing the appropriations in this section, the president and governing board shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other non-instructional activities.

1 (2) Because higher education is an essential driver of economic  
2 recovery and development, the university shall maintain, and endeavor  
3 to increase, enrollment and degree production levels at or beyond their  
4 academic year 2008-09 levels in the following high-demand fields:  
5 Biological and biomedical sciences; computer and information sciences;  
6 education with specializations in special education, math, or science;  
7 engineering and engineering technology; health professions and related  
8 clinical sciences; and mathematics and statistics.

9 NEW SECTION. **Sec. 610. FOR THE EVERGREEN STATE COLLEGE**

10	General Fund--State Appropriation (FY 2010) . . . . .	\$20,512,000
11	General Fund--State Appropriation (FY 2011) . . . . .	\$22,865,000
12	General Fund--Federal Appropriation . . . . .	\$2,366,000
13	Education Legacy Trust Account--State Appropriation . . . . .	\$5,450,000
14	TOTAL APPROPRIATION . . . . .	\$51,193,000

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

17 (1) In implementing the appropriations in this section, the  
18 president and governing board shall seek to minimize impacts on student  
19 services and instructional programs by maximizing reductions in  
20 administration and other non-instructional activities.

21 (2) Because higher education is an essential driver of economic  
22 recovery and development, the college shall maintain, and endeavor to  
23 increase, enrollment and degree production levels at or beyond their  
24 academic year 2008-09 levels in the following high-demand fields:  
25 Biological and biomedical sciences; computer and information sciences;  
26 education with specializations in special education, math, or science;  
27 engineering and engineering technology; health professions and related  
28 clinical sciences; and mathematics and statistics.

29 (3) At least \$100,000 of the general fund--state appropriation for  
30 fiscal year 2010 and at least \$100,000 of the general fund--state  
31 appropriation for fiscal year 2011 shall be expended on the labor  
32 education and research center.

33 (4) \$100,000 of the general fund--state appropriation for fiscal  
34 year 2010 and \$100,000 of the general fund--state appropriation for  
35 fiscal year 2011 are provided solely for the Washington state institute  
36 for public policy to report to the legislature regarding efficient and  
37 effective programs and policies. The report shall calculate the return

1 on investment to taxpayers from evidence-based prevention and  
2 intervention programs and policies that influence crime, K-12 education  
3 outcomes, child maltreatment, substance abuse, mental health, public  
4 health, public assistance, employment, and housing. The institute for  
5 public policy shall provide the legislature with a comprehensive list  
6 of programs and policies that improve these outcomes for children and  
7 adults in Washington and result in more cost-efficient use of public  
8 resources. The institute shall submit interim reports by December 15,  
9 2009, and October 1, 2010, and a final report by June 30, 2011. The  
10 institute may receive additional funds from a private organization for  
11 the purpose of conducting this study.

12 (5) To the extent federal or private funding is available for this  
13 purpose, the Washington state institute for public policy and the  
14 center for reinventing public education at the University of Washington  
15 shall examine the relationship between participation in pension systems  
16 and teacher quality and mobility patterns in the state. The department  
17 of retirement systems shall facilitate researchers' access to necessary  
18 individual-level data necessary to effectively conduct the study. The  
19 researchers shall ensure that no individually identifiable information  
20 will be disclosed at any time. An interim report on project findings  
21 shall be completed by November 15, 2010, and a final report shall be  
22 submitted to the governor and to the relevant committees of the  
23 legislature by October 15, 2011.

24 (6) At least \$200,000 of the general fund--state appropriation for  
25 fiscal year 2010 and at least \$200,000 of the general fund--state  
26 appropriation for fiscal year 2011 shall be expended on the Washington  
27 center for undergraduate education.

28 (7) \$15,000 of the general fund--state appropriation for fiscal  
29 year 2010 is provided solely for the Washington state institute for  
30 public policy to examine the need for and methods to increase the  
31 availability of nonfood items, such as personal hygiene supplies,  
32 soaps, paper products, and other items, to needy persons in the state.  
33 The study shall examine existing private and public programs that  
34 provide such products, and develop recommendations for the most cost-  
35 effective incentives for private and public agencies to increase local  
36 distribution outlets and local and regional networks of supplies. A  
37 final report shall be delivered to the legislature and the governor by  
38 December 1, 2009.

1 (8) \$17,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$42,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided to the Washington state institute for  
4 public policy to implement Second Substitute House Bill No. 2106 (child  
5 welfare outcomes). If the bill is not enacted by June 30, 2009, the  
6 amounts provided in this subsection shall lapse.

7 (9) \$54,000 of the general fund--state appropriation for fiscal  
8 year 2010 and \$23,000 of the general fund--state appropriation for  
9 fiscal year 2011 are provided solely to implement Substitute Senate  
10 Bill No. 5882 (racial disproportionality). If the bill is not enacted  
11 by June 30, 2009, the amounts provided in this subsection shall lapse.

12 (10) \$75,000 of the general fund--state appropriation for fiscal  
13 year 2010 is provided solely for the Washington state institute of  
14 public policy to evaluate the adequacy of and access to financial aid  
15 and independent living programs for youth in foster care. The  
16 examination shall include opportunities to improve efficiencies within  
17 these programs. The institute shall report its findings by December 1,  
18 2009.

19 (11) \$75,000 of the general fund--state appropriation for fiscal  
20 year 2010 is provided solely for the Washington state institute for  
21 public policy to conduct an assessment of the general assistance  
22 unemployable program and other similar programs. The assessment shall  
23 include a review of programs in other states that provide similar  
24 services and will include recommendations on promising approaches that  
25 both improve client outcomes and reduce state costs. A report is due  
26 by December 1, 2009.

27 (12) To the extent funds are available, the Washington state  
28 institute for public policy is encouraged to continue the longitudinal  
29 analysis of long-term mental health outcomes directed in chapter 334,  
30 Laws of 2001 (mental health performance audit), to build upon the  
31 evaluation of the impacts of chapter 214, Laws of 1999 (mentally ill  
32 offenders); and to assess program outcomes and cost effectiveness of  
33 the children's mental health pilot projects as required by chapter 372,  
34 Laws of 2006.

35 **NEW SECTION. Sec. 611. FOR WESTERN WASHINGTON UNIVERSITY**

36	General Fund--State Appropriation (FY 2010) . . . . .	\$43,141,000
37	General Fund--State Appropriation (FY 2011) . . . . .	\$52,752,000

1	General Fund--Federal Appropriation . . . . .	\$8,885,000
2	Education Legacy Trust Account--State Appropriation . . . . .	\$13,036,000
3	TOTAL APPROPRIATION . . . . .	\$117,814,000

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

6 (1) In implementing the appropriations in this section, the  
7 president and governing board shall seek to minimize impacts on student  
8 services and instructional programs by maximizing reductions in  
9 administration and other non-instructional activities.

10 (2) Because higher education is an essential driver of economic  
11 recovery and development, the university shall maintain, and endeavor  
12 to increase, enrollment and degree production levels at or beyond their  
13 academic year 2008-09 levels in the following high-demand fields:  
14 Biological and biomedical sciences; computer and information sciences;  
15 education with specializations in special education, math, or science;  
16 engineering and engineering technology; health professions and related  
17 clinical sciences; and mathematics and statistics.

18 **NEW SECTION. Sec. 612. FOR THE HIGHER EDUCATION COORDINATING**  
19 **BOARD--POLICY COORDINATION AND ADMINISTRATION**

20	General Fund--State Appropriation (FY 2010) . . . . .	\$6,611,000
21	General Fund--State Appropriation (FY 2011) . . . . .	\$6,203,000
22	General Fund--Federal Appropriation . . . . .	\$4,352,000
23	TOTAL APPROPRIATION . . . . .	\$17,166,000

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

26 (1) Within the funds appropriated in this section, the higher  
27 education coordinating board shall complete a system design planning  
28 project that defines how the current higher education delivery system  
29 can be shaped and expanded over the next ten years to best meet the  
30 needs of Washington citizens and businesses for high quality and  
31 accessible post-secondary education. The board shall propose policies  
32 and specific, fiscally feasible implementation recommendations to  
33 accomplish the goals established in the *2008 strategic master plan for*  
34 *higher education*. The project shall specifically address the roles,  
35 missions, and instructional delivery systems both of the existing and  
36 of proposed new components of the higher education system; the extent  
37 to which specific academic programs should be expanded, consolidated,

1 or discontinued and how that would be accomplished; the utilization of  
2 innovative instructional delivery systems and pedagogies to reach both  
3 traditional and nontraditional students; and opportunities to  
4 consolidate institutional administrative functions. The study  
5 recommendations shall also address the proposed location, role,  
6 mission, academic program, and governance of any recommended new  
7 campus, institution, or university center. During the planning  
8 process, the board shall inform and actively involve the chairs from  
9 the senate and house of representatives committees on higher education,  
10 or their designees. The board shall report the findings and  
11 recommendations of this system design planning project to the governor  
12 and the appropriate committees of the legislature by December 1, 2009.

13 (2) \$146,000 of the general fund--state appropriation for fiscal  
14 year 2010 and \$65,000 of the general fund--state appropriation for  
15 fiscal year 2011 are provided solely for the higher education  
16 coordinating board to administer Engrossed Second Substitute House Bill  
17 No. 2021 (revitalizing student financial aid). If the bill is not  
18 enacted by June 30, 2009, the amounts provided in this subsection shall  
19 lapse.

20 (3) \$227,000 of the general fund--state appropriation for fiscal  
21 year 2010 and \$11,000 of the general fund--state appropriation for  
22 fiscal year 2011 are provided solely to implement Engrossed Second  
23 Substitute House Bill No. 1946 (regarding higher education online  
24 technology). If the bill is not enacted by June 30, 2009, the amounts  
25 provided in this subsection shall lapse.

26 (4) \$400,000 of the general fund--state appropriation for fiscal  
27 year 2010 and \$400,000 of the general fund--state appropriation for  
28 fiscal year 2011 are provided solely for the higher education  
29 coordinating board to contract with the Pacific Northwest university of  
30 health sciences to conduct training and education of health care  
31 professionals to promote osteopathic physician services in rural and  
32 underserved areas of the state.

33 NEW SECTION. **Sec. 613. FOR THE HIGHER EDUCATION COORDINATING**  
34 **BOARD--FINANCIAL AID AND GRANT PROGRAMS**

35	General Fund--State Appropriation (FY 2010) . . . . .	\$204,332,000
36	General Fund--State Appropriation (FY 2011) . . . . .	\$229,711,000
37	General Fund--Federal Appropriation . . . . .	.\$13,124,000

1 Education Legacy Trust Account--State Appropriation . . . . \$88,062,000  
2 TOTAL APPROPRIATION . . . . . \$535,229,000

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

5 (1) \$191,704,000 of the general fund--state appropriation for  
6 fiscal year 2010, \$232,929,000 of the general fund--state appropriation  
7 for fiscal year 2011, \$80,190,000 of the education legacy trust account  
8 appropriation, and \$2,446,000 of the general fund--federal  
9 appropriation are provided solely for student financial aid payments  
10 under the state need grant; the state work study program including up  
11 to a four percent administrative allowance; the Washington scholars  
12 program; and the Washington award for vocational excellence. State  
13 need grant, Washington award for vocational excellence, and state work  
14 study awards shall be adjusted to offset the cost of the resident  
15 undergraduate tuition increases authorized under this act. The  
16 Washington scholars program shall provide awards sufficient to offset  
17 ninety percent of the total tuition and fee award.

18 (2)(a) Within the funds appropriated in this section, eligibility  
19 for the state need grant shall include students with family incomes at  
20 or below 70 percent of the state median family income (MFI), adjusted  
21 for family size. Awards for all students shall be adjusted by the  
22 estimated amount by which Pell grant increases exceed projected  
23 increases in the noninstructional costs of attendance. Awards for  
24 students with incomes between 51 and 70 percent of the state median  
25 shall be prorated at the following percentages of the award amount  
26 granted to those with incomes below 51 percent of the MFI: 70 percent  
27 for students with family incomes between 51 and 55 percent MFI; 65  
28 percent for students with family incomes between 56 and 60 percent MFI;  
29 60 percent for students with family incomes between 61 and 65 percent  
30 MFI; and 50 percent for students with family incomes between 66 and 70  
31 percent MFI.

32 (b) Grant awards for students at private four-year colleges shall  
33 be set at the same level as the student would receive if attending one  
34 of the public research universities.

35 (3) \$1,000,000 of the education legacy trust account--state  
36 appropriation is provided solely to encourage more students to teach  
37 secondary mathematics and science. \$500,000 of this amount is for the

1 future teacher scholarship and conditional loan program. \$500,000 of  
2 this amount is provided to support state work study positions for  
3 students to intern in secondary schools and classrooms.

4 (4) \$3,872,000 of the education legacy trust account--state  
5 appropriation is provided solely for the passport to college  
6 scholarship program. Funds are provided for student scholarships,  
7 provider training, and for incentive payments to the colleges they  
8 attend for individualized student support services which may include,  
9 but are not limited to, college and career advising, counseling,  
10 tutoring, costs incurred for students while school is not in session,  
11 personal expenses, health insurance, and emergency services.

12 (5) \$1,250,000 of the general fund--state appropriation for fiscal  
13 year 2010 and \$1,250,000 of the general fund--state appropriation for  
14 fiscal year 2011 are provided solely for the health professional  
15 scholarship and loan program. The funds provided in this subsection  
16 shall be: (a) Prioritized for health care deliver sites demonstrating  
17 a commitment to serving the uninsured; and (b) allocated between loan  
18 repayments and scholarships proportional to current program  
19 allocations.

20 (6) For fiscal year 2010 and fiscal year 2011, the board shall  
21 defer loan or conditional scholarship repayments to the future teachers  
22 conditional scholarship and loan repayment program for up to one year  
23 for each participant if the participant has shown evidence of efforts  
24 to find a teaching job but has been unable to secure a teaching job per  
25 the requirements of the program.

26 (7) \$246,000 of the general fund--state appropriation for fiscal  
27 year 2010 and \$246,000 of the general fund--state appropriation for  
28 fiscal year 2011 are for community scholarship matching grants and its  
29 administration. To be eligible for the matching grant, nonprofit  
30 groups organized under section 501(c)(3) of the federal internal  
31 revenue code must demonstrate they have raised at least \$2,000 in new  
32 moneys for college scholarships after the effective date of this  
33 section. Groups may receive no more than one \$2,000 matching grant per  
34 year and preference shall be given to groups affiliated with  
35 scholarship America. Up to a total of \$46,000 per year of the amount  
36 appropriated in this section may be awarded to a nonprofit community  
37 organization to administer scholarship matching grants, with preference  
38 given to an organization affiliated with scholarship America.



1 (8) \$500,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$500,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely for state need grants provided to  
4 students enrolled in three to five credit-bearing quarter credits, or  
5 the equivalent semester credits. Total state expenditures on this  
6 program shall not exceed the amounts provided in this subsection.

7 (9) \$3,000,000 of the education legacy trust account--state  
8 appropriation is provided solely for the gaining early awareness and  
9 readiness for undergraduate programs project.

10 (10) \$75,000 of the general fund--state appropriation for fiscal  
11 year 2010 and \$75,000 of the general fund--state appropriation for  
12 fiscal year 2011 are provided solely for higher education student child  
13 care matching grants under chapter 28B.135 RCW.

14 NEW SECTION. **Sec. 614. FOR THE WORK FORCE TRAINING AND EDUCATION**  
15 **COORDINATING BOARD**

16	General Fund--State Appropriation (FY 2010) . . . . .	\$1,587,000
17	General Fund--State Appropriation (FY 2011) . . . . .	\$1,556,000
18	General Fund--Federal Appropriation . . . . .	\$54,262,000
19	TOTAL APPROPRIATION . . . . .	\$57,405,000

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

22 (1) \$142,000 of the general fund--federal appropriation for fiscal  
23 year 2010 and \$88,000 of the general fund--federal appropriation for  
24 fiscal year 2011 are provided solely for implementation of Second  
25 Substitute House Bill No. 1355 (opportunity internships). Of these  
26 amounts, \$82,000 for fiscal year 2010 and \$28,000 for fiscal year 2011  
27 are to be contracted to the higher education coordinating board for  
28 administration of state need grant program coordination and for  
29 enhancement of existing administration and tracking tools to  
30 accommodate opportunity internship students eligible for state need  
31 grants. It is expected that the federal funds appropriated in this  
32 subsection shall be from among the workforce investment act statewide  
33 discretionary funds available for projects in support of disadvantaged  
34 youth. If the bill is not enacted by June 30, 2009, the amounts  
35 provided in this subsection shall lapse.

36 (2) \$60,000 of the general fund--state appropriation for fiscal  
37 year 2010 and \$60,000 of the general fund--state appropriation for

1 fiscal year 2011 are provided solely for implementation of Engrossed  
2 Second Substitute House Bill No. 2227 (evergreen jobs act). If the  
3 bill is not enacted by June 30, 2009, the amounts provided in this  
4 subsection shall lapse.

5 NEW SECTION. **Sec. 615. FOR THE SPOKANE INTERCOLLEGIATE RESEARCH**  
6 **AND TECHNOLOGY INSTITUTE**

7	General Fund--State Appropriation (FY 2010) . . . . .	\$1,598,000
8	General Fund--State Appropriation (FY 2011) . . . . .	\$1,611,000
9	TOTAL APPROPRIATION . . . . .	\$3,209,000

10 NEW SECTION. **Sec. 616. FOR THE DEPARTMENT OF EARLY LEARNING**

11	General Fund--State Appropriation (FY 2010) . . . . .	\$60,478,000
12	General Fund--State Appropriation (FY 2011) . . . . .	\$61,045,000
13	General Fund--Federal Appropriation . . . . .	\$244,859,000
14	TOTAL APPROPRIATION . . . . .	\$366,382,000

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

17 (1) \$55,696,000 of the general fund--state appropriation for fiscal  
18 year 2010 and \$55,696,000 of the general fund--state appropriation for  
19 fiscal year 2011 are provided solely for early childhood education and  
20 assistance program services. This appropriation temporarily reduces  
21 the number of slots for the 2009-11 fiscal biennium for the early  
22 childhood education and assistance program. The department shall  
23 reduce slots where providers serve both federal headstart and early  
24 childhood education and assistance program children, to the greatest  
25 extent possible, in order to achieve no reduction of slots across the  
26 state. The amounts in this subsection also reflect reductions to the  
27 administrative expenditures for the early childhood education and  
28 assistance program. The department shall reduce administrative  
29 expenditures, to the greatest extent possible, prior to reducing early  
30 childhood education and assistance program slots. Of these amounts,  
31 \$10,284,000 is a portion of the biennial amount of state matching  
32 dollars required to receive federal child care and development fund  
33 grant dollars.

34 (2) \$1,000,000 of the general fund--federal appropriation is  
35 provided to the department to contract with Thrive by Five, Washington  
36 for a pilot project for a quality rating and improvement system to

1 provide parents with information they need to choose quality child care  
2 and education programs and to improve the quality of early care and  
3 education programs. The department in collaboration with Thrive by  
4 Five shall operate the pilot projects in King, Yakima, Clark, Spokane,  
5 and Kitsap counties. The department shall use child care development  
6 fund quality money for this purpose.

7 (3) \$425,000 of the general fund--state appropriation for fiscal  
8 year 2010, \$425,000 of the general fund--state appropriation for fiscal  
9 year 2011, and \$850,000 of the general fund--federal appropriation are  
10 provided solely for child care resource and referral network services.  
11 The general fund--federal funding represents moneys from the American  
12 recovery and reinvestment act of 2009 (child care development block  
13 grant).

14 (4) \$750,000 of the general fund--state appropriation for fiscal  
15 year 2010, \$750,000 of the general fund--state appropriation for fiscal  
16 year 2011, and \$1,500,000 of the general fund--federal appropriation  
17 are provided solely for the career and wage ladder program created by  
18 chapter 507, Laws of 2005. The general fund--federal funding  
19 represents moneys from the American recovery and reinvestment act of  
20 2009 (child care development block grant).

21 (5) \$50,000 of the general fund--state appropriation for fiscal  
22 year 2010 and \$50,000 of the general fund--state appropriation for  
23 fiscal year 2011 are provided solely for the department to work with  
24 stakeholders and the office of the superintendent of public instruction  
25 to identify and test a kindergarten assessment process and tools in  
26 geographically diverse school districts. School districts may  
27 participate in testing the kindergarten assessment process on a  
28 voluntary basis. The department shall report to the legislature on the  
29 kindergarten assessment process not later than January 15, 2011.  
30 Expenditure of amounts provided in this subsection is contingent on  
31 receipt of an equal match from private sources. As matching funds are  
32 made available, the department may expend the amounts provided in this  
33 subsection.

34 (6) \$1,600,000 of the general fund--federal appropriation is  
35 provided solely for the department to fund programs to improve the  
36 quality of infant and toddler child care through training, technical  
37 assistance, and child care consultation.

1 (7) \$200,000 of the general fund--state appropriation for fiscal  
2 year 2010 and \$200,000 of the general fund--state appropriation for  
3 fiscal year 2011 are provided solely to develop and provide culturally  
4 relevant supports for parents, family, and other caregivers.

5 (8) \$100,000 of the general fund--state appropriation for fiscal  
6 year 2010 and \$100,000 of the general fund--state appropriation for  
7 fiscal year 2011 are provided solely for implementation of Substitute  
8 House Bill No. 1329 (child care center collective bargaining). If the  
9 bill is not enacted by June 30, 2009, the amounts provided in this  
10 subsection shall lapse.

11 (9) The department is the lead agency for and recipient of the  
12 federal child care and development fund grant. Amounts within this  
13 grant shall be used to fund child care licensing, quality initiatives,  
14 agency administration, and other costs associated with child care  
15 subsidies. The department shall transfer a portion of this grant to  
16 the department of social and health services to partially fund the  
17 child care subsidies paid by the department of social and health  
18 services on behalf of the department of early learning.

19 (10) The department shall use child care development fund money to  
20 satisfy the federal audit requirement of the improper payments act  
21 (IPIA) of 2002. In accordance with the IPIA's rules, the money spent  
22 on the audits will not count against the five percent state limit on  
23 administrative expenditures.

24 (11) Within available amounts, the department in consultation with  
25 the office of financial management and the department of social and  
26 health services shall report quarterly enrollments and active caseload  
27 for the working connections child care program to the legislative  
28 fiscal committees. The report shall also identify the number of cases  
29 participating in both temporary assistance for needy families and  
30 working connections child care.

31 (12) The appropriations in this section reflect reductions in the  
32 appropriations for the department's administrative expenses. It is the  
33 intent of the legislature that these reductions shall be achieved, to  
34 the greatest extent possible, by reducing those administrative costs  
35 that do not affect direct client services or direct service delivery or  
36 program.

1            NEW SECTION.    **Sec. 617.    FOR THE STATE SCHOOL FOR THE BLIND**

2	General Fund--State Appropriation (FY 2010) . . . . .	\$5,902,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$5,908,000
4	General Fund--Private/Local Appropriation . . . . .	\$1,928,000
5	TOTAL APPROPRIATION . . . . .	\$13,738,000

6            The appropriations in this section are subject to the following  
7 conditions and limitations: \$271,000 of the general fund--  
8 private/local appropriation is provided solely for the school for the  
9 blind to offer short course programs, allowing students the opportunity  
10 to leave their home schools for short periods and receive intensive  
11 training. The school for the blind shall provide this service to the  
12 extent that it is funded by contracts with school districts and  
13 educational services districts.

14           NEW SECTION.    **Sec. 618.    FOR THE STATE SCHOOL FOR THE DEAF**

15	General Fund--State Appropriation (FY 2010) . . . . .	\$8,592,000
16	General Fund--State Appropriation (FY 2011) . . . . .	\$8,656,000
17	General Fund--Private/Local Appropriation . . . . .	\$526,000
18	TOTAL APPROPRIATION . . . . .	\$17,774,000

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

21           (1) \$210,000 of the general fund--private/local appropriation is  
22 provided solely for the operation of the shared reading video outreach  
23 program. The school for the deaf shall provide this service to the  
24 extent it is funded by contracts with school districts and educational  
25 service districts.

26           (2) \$25,000 of the general fund--state appropriation for fiscal  
27 year 2010 and \$25,000 of the general fund--state appropriation for  
28 fiscal year 2011 are provided solely for implementation of Engrossed  
29 Second Substitute House Bill No. 1879 (deaf and hard of hearing). If  
30 the bill is not enacted by June 30, 2009, the amounts provided in this  
31 subsection shall lapse.

32           NEW SECTION.    **Sec. 619.    FOR THE WASHINGTON STATE ARTS COMMISSION**

33	General Fund--State Appropriation (FY 2010) . . . . .	\$1,876,000
34	General Fund--State Appropriation (FY 2011) . . . . .	\$1,883,000
35	General Fund--Federal Appropriation . . . . .	\$1,923,000
36	General Fund--Private/Local Appropriation . . . . .	\$1,054,000

1 TOTAL APPROPRIATION . . . . . \$6,736,000

2 The appropriations in this section are subject to the following  
3 conditions and limitations: It is the intent of the legislature that  
4 the reductions in appropriations in this section shall be achieved, to  
5 the greatest extent possible, by reducing those administrative costs  
6 that do not affect direct client services or direct service delivery or  
7 programs. The agency shall, to the greatest extent possible, reduce  
8 spending in those areas that shall have the least impact on  
9 implementing its mission.

10 NEW SECTION. **Sec. 620. FOR THE WASHINGTON STATE HISTORICAL**  
11 **SOCIETY**

12 General Fund--State Appropriation (FY 2010) . . . . . \$2,592,000  
13 General Fund--State Appropriation (FY 2011) . . . . . \$2,636,000  
14 TOTAL APPROPRIATION . . . . . \$5,228,000

15 The appropriations in this section are subject to the following  
16 conditions and limitations: It is the intent of the legislature that  
17 the reductions in appropriations in this section shall be achieved, to  
18 the greatest extent possible, by reducing those administrative costs  
19 that do not affect direct client services or direct service delivery or  
20 programs. The agency shall, to the greatest extent possible, reduce  
21 spending in those areas that shall have the least impact on  
22 implementing its mission.

23 NEW SECTION. **Sec. 621. FOR THE EASTERN WASHINGTON STATE**  
24 **HISTORICAL SOCIETY**

25 General Fund--State Appropriation (FY 2010) . . . . . \$1,612,000  
26 General Fund--State Appropriation (FY 2011) . . . . . \$1,655,000  
27 TOTAL APPROPRIATION . . . . . \$3,267,000

28 The appropriations in this section are subject to the following  
29 conditions and limitations: It is the intent of the legislature that  
30 the reductions in appropriations in this section shall be achieved, to  
31 the greatest extent possible, by reducing those administrative costs  
32 that do not affect direct client services or direct service delivery or  
33 programs. The agency shall, to the greatest extent possible, reduce

1 spending in those areas that shall have the least impact on  
2 implementing its mission.

(End of part)

PART VII

SPECIAL APPROPRIATIONS

NEW SECTION. **Sec. 701. 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 2010)	\$854,991,000
General Fund--State Appropriation (FY 2011)	\$901,265,000
State Building Construction Account--State Appropriation	\$11,707,000
Columbia River Basin Water Supply Development Account-- State Appropriation	.\$92,000
Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation	\$11,000
State Taxable Building Construction Account--State Appropriation	\$1,136,000
Gardner-Evans Higher Education Construction Account-- State Appropriation	\$260,000
Debt-Limit Reimbursable Bond Retirement Account--State Appropriation	\$2,619,000
TOTAL APPROPRIATION	\$1,772,081,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2010 shall be expended into the debt-limit general fund bond retirement account by June 30, 2010.

NEW SECTION. **Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

State Convention and Trade Center Account--State Appropriation	\$14,543,000
Accident Account--State Appropriation	\$5,171,000
Medical Aid Account--State Appropriation	\$5,171,000
TOTAL APPROPRIATION	.\$24,885,000



**NEW SECTION. Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

General Fund--State Appropriation (FY 2010)	\$26,463,000
General Fund--State Appropriation (FY 2011)	\$27,811,000
School Construction and Skill Centers Building	
Account--State Appropriation	\$477,000
Nondebt-Limit Reimbursable Bond Retirement Account--	
State Appropriation	\$141,507,000
TOTAL APPROPRIATION	\$196,258,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for expenditure into the nondebt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2010 shall be expended into the nondebt-limit general fund bond retirement account by June 30, 2010.

**NEW SECTION. Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

General Fund--State Appropriation (FY 2010)	\$1,357,000
General Fund--State Appropriation (FY 2011)	\$1,357,000
State Building Construction Account--State	
Appropriation	\$1,273,000
Columbia River Basin Water Supply Development	
Account--State Appropriation	\$6,000
Hood Canal Aquatic Rehabilitation Bond Account--	
State Appropriation	\$1,000
State Taxable Building Construction Account--State	
Appropriation	\$72,000
Gardner-Evans Higher Education Construction	
Account--State Appropriation	\$18,000
School Construction and Skill Centers Building	
Account--State Appropriation	\$30,000
TOTAL APPROPRIATION	\$4,114,000

**NEW SECTION. Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**

1 **FIRE CONTINGENCY**

2	General Fund--State Appropriation (FY 2010) . . . . .	\$4,000,000
3	General Fund--State Appropriation (FY 2011) . . . . .	\$4,000,000
4	TOTAL APPROPRIATION . . . . .	\$8,000,000

5 The appropriations in this section are subject to the following  
6 conditions and limitations: The appropriations are provided solely for  
7 expenditure into the disaster response account.

8 NEW SECTION. **Sec. 706. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
9 **DISASTER RESPONSE ACCOUNT**

10	General Fund--State Appropriation (FY 2010) . . . . .	\$14,558,000
11	General Fund--State Appropriation (FY 2011) . . . . .	\$15,087,000
12	TOTAL APPROPRIATION . . . . .	\$29,645,000

13 The appropriations in this section are subject to the following  
14 conditions and limitations: The appropriations are provided solely for  
15 expenditure into the disaster response account. \$5,000,000 of the  
16 appropriation is provided for emergency fire suppression by the  
17 department of natural resources.

18 NEW SECTION. **Sec. 707. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
19 **EMERGENCY FUND**

20	General Fund--State Appropriation (FY 2010) . . . . .	\$850,000
21	General Fund--State Appropriation (FY 2011) . . . . .	\$850,000
22	TOTAL APPROPRIATION . . . . .	\$1,700,000

23 The appropriations in this section are subject to the following  
24 conditions and limitations: The appropriations in this section are for  
25 the governor's emergency fund for the critically necessary work of any  
26 agency.

27 NEW SECTION. **Sec. 708. FOR THE DEPARTMENT OF COMMUNITY, TRADE,**  
28 **AND ECONOMIC DEVELOPMENT--COUNTY PUBLIC HEALTH ASSISTANCE**

29	General Fund--State Appropriation (FY 2010) . . . . .	\$24,000,000
30	General Fund--State Appropriation (FY 2011) . . . . .	\$24,000,000
31	TOTAL APPROPRIATION . . . . .	\$48,000,000

32 The appropriations in this section are subject to the following  
33 conditions and limitations: The director of the department of  
34 community, trade, and economic development shall distribute the

1 appropriations to the following counties and health districts in the  
 2 amounts designated to support public health services, including public  
 3 health nursing:

4	<b>Health District</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>FY 2010-11</b>
5				<b>Biennium</b>
6	Adams County Health District	\$30,951	\$30,951	\$61,902
7	Asotin County Health District	\$67,714	\$67,714	\$135,428
8	Benton-Franklin Health District	\$1,165,612	\$1,165,612	\$2,331,224
9	Chelan-Douglas Health District	\$184,761	\$184,761	\$369,522
10	Clallam County Health and Human Services Department	\$141,752	\$141,752	\$283,504
11	Southwest Washington Health District	\$1,084,473	\$1,084,473	\$2,168,946
12	Columbia County Health District	\$40,529	\$40,529	\$81,058
13	Cowlitz County Health Department	\$278,560	\$278,560	\$557,120
14	Garfield County Health District	\$15,028	\$15,028	\$30,056
15	Grant County Health District	\$118,595	\$118,596	\$237,191
16	Grays Harbor Health Department	\$183,870	183,870	\$367,740
17	Island County Health Department	\$91,892	\$91,892	\$183,784
18	Jefferson County Health and Human Services	\$85,782	\$85,782	\$171,564
19	Seattle-King County Department of Public Health	\$9,531,747	\$9,531,747	\$19,063,494
20	Bremerton-Kitsap County Health District	\$554,669	\$554,669	\$1,109,338
21	Kittitas County Health Department	\$92,499	\$92,499	\$184,998
22	Klickitat County Health Department	\$62,402	\$62,402	\$124,804
23	Lewis County Health Department	\$105,801	\$105,801	\$211,602
24	Lincoln County Health Department	\$29,705	\$29,705	\$59,410
25	Mason County Department of Health Services	\$95,988	\$95,988	\$191,976
26	Okanogan County Health District	\$63,458	\$63,458	\$126,916
27	Pacific County Health Department	\$77,427	\$77,427	\$154,854
28	Tacoma-Pierce County Health Department	\$2,820,590	\$2,820,590	\$5,641,180
29	San Juan County Health and Community Services	\$37,531	\$37,531	\$75,062
30	Skagit County Health Department	\$223,927	\$223,927	\$447,854
31	Snohomish Health District	\$2,258,207	\$2,258,207	\$4,516,414
32	Spokane County Health District	\$2,101,429	\$2,101,429	\$4,202,858
33	Northeast Tri-County Health District	\$110,454	\$110,454	\$220,908
34	Thurston County Health Department	\$600,419	\$600,419	\$1,200,838
35	Wahkiakum County Health Department	\$13,773	\$13,772	\$27,545
36	Walla Walla County-City Health Department	\$172,062	\$172,062	\$344,124

1	Whatcom County Health Department	\$855,863	\$855,863	\$1,711,726
2	Whitman County Health Department	\$78,733	\$78,733	\$157,466
3	Yakima Health District	\$623,797	\$623,797	\$1,247,594
4	<b>TOTAL APPROPRIATIONS</b>	<b>\$24,000,000</b>	<b>\$24,000,000</b>	<b>\$48,000,000</b>

5        NEW SECTION.    **Sec. 709. BELATED CLAIMS.**    The agencies and  
6 institutions of the state may expend moneys appropriated in this act,  
7 upon approval of the office of financial management, for the payment of  
8 supplies and services furnished to the agency or institution in prior  
9 fiscal biennia.

10        NEW SECTION.    **Sec. 710. FOR THE DEPARTMENT OF RETIREMENT**  
11 **SYSTEMS--CONTRIBUTIONS TO RETIREMENT SYSTEMS.**

12        The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations for the law enforcement  
14 officers' and firefighters' retirement system shall be made on a  
15 monthly basis beginning July 1, 2009, consistent with chapter 41.45  
16 RCW, and the appropriations for the judges and judicial retirement  
17 systems shall be made on a quarterly basis consistent with chapters  
18 2.10 and 2.12 RCW.

19        (1) There is appropriated for state contributions to the law  
20 enforcement officers' and firefighters' retirement system:

21	General Fund--State Appropriation (FY 2010) . . . . .	\$51,500,000
22	General Fund--State Appropriation (FY 2011) . . . . .	\$54,300,000
23	TOTAL APPROPRIATION . . . . .	\$105,800,000

24        (2) There is appropriated for contributions to the judicial  
25 retirement system:

26	General Fund--State Appropriation (FY 2010) . . . . .	\$11,570,000
27	General Fund--State Appropriation (FY 2011) . . . . .	\$12,860,000
28	TOTAL APPROPRIATION . . . . .	\$24,430,000

29        NEW SECTION.    **Sec. 711. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
30 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

31	General Fund--State Appropriation (FY 2010) . . . . .	\$8,000,000
32	General Fund--State Appropriation (FY 2011) . . . . .	\$8,000,000
33	TOTAL APPROPRIATION . . . . .	\$16,000,000

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations in this section are  
3 provided solely for expenditure into the education technology revolving  
4 account for the purpose of covering ongoing operational and equipment  
5 replacement costs incurred by the K-20 educational network program in  
6 providing telecommunication services to network participants.

7 NEW SECTION. **Sec. 712. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
8 **WATER POLLUTION CONTROL REVOLVING ACCOUNT**

9	General Fund--State Appropriation (FY 2010) . . . . .	\$4,600,000
10	General Fund--State Appropriation (FY 2011) . . . . .	\$4,600,000
11	TOTAL APPROPRIATION . . . . .	\$9,200,000

12 The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations are provided solely for  
14 expenditure into the water pollution control revolving account.

15 NEW SECTION. **Sec. 713. INCENTIVE SAVINGS--FY 2010.** The sum of  
16 one hundred twenty-five million dollars or so much thereof as may be  
17 available on June 30, 2010, from the total amount of unspent fiscal  
18 year 2010 state general fund appropriations, exclusive of amounts  
19 expressly placed into unallotted status by this act, is appropriated  
20 for the purposes of RCW 43.79.460 in the manner provided in this  
21 section.

22 (1) Of the total appropriated amount, one-half of that portion that  
23 is attributable to incentive savings, not to exceed twenty-five million  
24 dollars, is appropriated to the savings incentive account for the  
25 purpose of improving the quality, efficiency, and effectiveness of  
26 agency services, and credited to the agency that generated the savings.

27 (2) The remainder of the total amount, not to exceed one hundred  
28 million dollars, is appropriated to the education savings account.

29 NEW SECTION. **Sec. 714. INCENTIVE SAVINGS--FY 2011.** The sum of  
30 one hundred twenty-five million dollars or so much thereof as may be  
31 available on June 30, 2011, from the total amount of unspent fiscal  
32 year 2011 state general fund appropriations, exclusive of amounts  
33 expressly placed into unallotted status by this act, is appropriated  
34 for the purposes of RCW 43.79.460 in the manner provided in this  
35 section.

1 (1) Of the total appropriated amount, one-half of that portion that  
2 is attributable to incentive savings, not to exceed twenty-five million  
3 dollars, is appropriated to the savings incentive account for the  
4 purpose of improving the quality, efficiency, and effectiveness of  
5 agency services, and credited to the agency that generated the savings.

6 (2) The remainder of the total amount, not to exceed one hundred  
7 million dollars, is appropriated to the education savings account.

8 NEW SECTION. **Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
9 **COUNTY SUBSTANCE ABUSE PROGRAMS**

10 General Fund--State Appropriation (FY 2010) . . . . . \$1,300,000

11 The appropriations in this section are subject to the following  
12 conditions and limitations: The appropriations in this section are  
13 provided solely for allocation to counties that are eligible for  
14 funding for chemical dependency or substance abuse treatment programs  
15 pursuant to RCW 70.96A.325.

16 NEW SECTION. **Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
17 **SMALL AGENCY TECHNOLOGY POOL**

18 General Fund--State Appropriation (FY 2010) . . . . . \$250,000

19 General Fund--State Appropriation (FY 2011) . . . . . \$250,000

20 TOTAL APPROPRIATION . . . . . \$500,000

21 The appropriations in this section are subject to the following  
22 conditions and limitations: The appropriations are provided solely for  
23 expenditure into the data processing revolving account for the small  
24 agency technology pool.

25 NEW SECTION. **Sec. 717. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
26 **CAPITOL BUILDING CONSTRUCTION ACCOUNT**

27 General Fund--State Appropriation (FY 2010) . . . . . \$2,312,000

28 General Fund--State Appropriation (FY 2011) . . . . . \$3,615,000

29 TOTAL APPROPRIATION . . . . . \$5,927,000

30 The appropriations in this section are subject to the following  
31 conditions and limitations: The appropriations are provided solely for  
32 expenditure into the capitol building construction account.

1        NEW SECTION.    **Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
2        **TRANSITIONAL HOUSING OPERATING AND RENT ACCOUNT**  
3        Home Security Fund--State Appropriation . . . . . \$7,000,000  
4        Washington Housing Trust Account--State Appropriation . . . \$1,500,000  
5                TOTAL APPROPRIATION . . . . . \$8,500,000

6        The appropriations in this section are subject to the following  
7        conditions and limitations: The appropriations are provided solely for  
8        expenditure into the transitional housing operating and rent account.

9        NEW SECTION.    **Sec. 719. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
10       **O'BRIEN BUILDING IMPROVEMENT**  
11       General Fund--State Appropriation (FY 2010) . . . . . \$1,435,000  
12       General Fund--State Appropriation (FY 2011) . . . . . \$1,435,000  
13                TOTAL APPROPRIATION . . . . . \$2,870,000

14       The appropriations in this section are subject to the following  
15       conditions and limitations: The appropriations are provided solely for  
16       expenditure into the general administration services account for  
17       payment of principal, interest, and financing expenses associated with  
18       the certificate of participation for the O'Brien building improvement,  
19       project number 20081007.

20       NEW SECTION.    **Sec. 720. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
21       **CONTRIBUTIONS TO RETIREMENT SYSTEMS**  
22       General Fund--State Appropriation (FY 2010) . . . . . \$400,000  
23       General Fund--State Appropriation (FY 2011) . . . . . \$400,000  
24       Special Account Retirement System Contribution  
25                Increase Revolving Account Appropriation . . . . . \$1,000,000  
26                TOTAL APPROPRIATION . . . . . \$1,800,000

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

- 29       (1) The appropriations in this section are provided solely to  
30       increase agency and institution appropriations and public school  
31       funding allocations to reflect increased employer contribution rates in  
32       the public employees' retirement system and the school employees'  
33       retirement system as a result of the provisions of Substitute Senate  
34       Bill No. 6157 (calculating compensation for public retirement

1 purposes). If the bill is not enacted by June 30, 2009, the amounts  
2 provided in this section shall lapse.

3 (2) To facilitate the transfer of moneys to dedicated funds and  
4 accounts, the state treasurer shall transfer sufficient moneys to each  
5 dedicated fund or account from the special account retirement  
6 contribution increase revolving account in accordance with schedules  
7 provided by the office of financial management.

8 NEW SECTION. **Sec. 721. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
9 **COMMUNITY PRESERVATION AND DEVELOPMENT AUTHORITY ACCOUNT**

10 General Fund--State Appropriation (FY 2010) . . . . . \$350,000

11 The appropriation in this section is subject to the following  
12 conditions and limitations: The appropriation is provided solely for  
13 expenditure into the community preservation and development authority  
14 account.

15 NEW SECTION. **Sec. 722. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
16 **VETERANS INNOVATIONS PROGRAM ACCOUNT**

17 General Fund--State Appropriation (FY 2010) . . . . . \$500,000

18 The appropriation in this section is subject to the following  
19 conditions and limitations: The appropriation is provided solely for  
20 deposit into the veterans innovations program account.

(End of part)



PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

Table with 2 columns: Description and Amount. Rows include: General Fund Appropriation for fire insurance premium distributions (\$8,268,000), General Fund Appropriation for public utility district excise tax distributions (\$48,771,000), General Fund Appropriation for prosecuting attorney distributions (\$6,281,000), General Fund Appropriation for boating safety and education distributions (\$4,854,000), General Fund Appropriation for other tax distributions (\$50,000), General Fund Appropriation for habitat conservation program distributions (\$3,000,000), Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies (\$2,544,000), Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution (\$170,000), Timber Tax Distribution Account Appropriation for distribution to "timber" counties (\$69,288,000), County Criminal Justice Assistance Appropriation (\$66,374,000), Municipal Criminal Justice Assistance Appropriation (\$25,622,000), City-County Assistance Account Appropriation for local government financial assistance distribution (\$28,564,000), Liquor Excise Tax Account Appropriation for liquor excise tax distribution (\$50,950,000), Streamline Sales and Use Tax Account Appropriation for distribution to local taxing jurisdictions to mitigate the unintended revenue redistribution effect of the sourcing law changes (\$65,038,000), Columbia River Water Delivery Account Appropriation for the Confederated Tribes of the Colville Reservation (\$7,308,000), Columbia River Water Delivery Account Appropriation for the

1 Spokane Tribe of Indians . . . . . \$4,676,000  
 2 Liquor Revolving Account Appropriation for liquor  
 3 profits distribution . . . . . \$80,435,000  
 4 Liquor Revolving Account Appropriation for additional  
 5 liquor profits distribution to local  
 6 governments . . . . . \$18,677,000  
 7 TOTAL APPROPRIATION . . . . . \$490,870,000

8 The total expenditures from the state treasury under the  
 9 appropriations in this section shall not exceed the funds available  
 10 under statutory distributions for the stated purposes.

11 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY**  
 12 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

13 Impaired Driver Safety Account Appropriation . . . . . \$2,351,000

14 The appropriation in this section is subject to the following  
 15 conditions and limitations: The amount appropriated in this section  
 16 shall be distributed quarterly during the 2009-11 biennium in  
 17 accordance with RCW 82.14.310. This funding is provided to counties  
 18 for the costs of implementing criminal justice legislation including,  
 19 but not limited to: Chapter 206, Laws of 1998 (drunk driving  
 20 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,  
 21 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
 22 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
 23 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
 24 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
 25 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
 26 215, Laws of 1998 (DUI provisions).

27 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER--FOR THE**  
 28 **MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

29 Impaired Driver Safety Account Appropriation . . . . . \$1,543,000

30 The appropriation in this section is subject to the following  
 31 conditions and limitations: The amount appropriated in this section  
 32 shall be distributed quarterly during the 2009-11 biennium to all  
 33 cities ratably based on population as last determined by the office of  
 34 financial management. The distributions to any city that substantially  
 35 decriminalizes or repeals its criminal code after July 1, 1990, and

1 that does not reimburse the county for costs associated with criminal  
2 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in  
3 which the city is located. This funding is provided to cities for the  
4 costs of implementing criminal justice legislation including, but not  
5 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);  
6 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998  
7 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license  
8 suspension); chapter 210, Laws of 1998 (ignition interlock violations);  
9 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998  
10 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels  
11 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,  
12 Laws of 1998 (DUI provisions).

13 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES**  
14 **FOR DISTRIBUTION**

15	General Fund Appropriation for federal flood control funds	
16	distribution . . . . .	\$70,000
17	General Fund Appropriation for federal grazing fees	
18	distribution . . . . .	\$2,296,000
19	Forest Reserve Fund Appropriation for federal forest	
20	reserve fund distribution . . . . .	\$85,200,000
21	TOTAL APPROPRIATION . . . . .	\$87,566,000

22 The total expenditures from the state treasury under the  
23 appropriations in this section shall not exceed the funds available  
24 under statutory distributions for the stated purposes.

25 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER--TRANSFERS.**

26	State Treasurer's Service Account: For transfer to the	
27	state general fund, \$10,400,000 for fiscal year 2010 and	
28	\$10,400,000 for fiscal year 2011 . . . . .	\$20,800,000
29	Waste Reduction, Recycling and Litter Control Account: For	
30	transfer to the state general fund, \$2,000,000 for fiscal	
31	year 2010 and \$2,000,000 for fiscal year 2011 . . . . .	\$4,000,000
32	State Toxics Control Account: For transfer to the state	
33	general fund, \$15,340,000 for fiscal year 2010 and	
34	\$14,400,000 for fiscal year 2011 . . . . .	\$29,740,000
35	Local Toxics Control Account: For transfer to the state	
36	general fund, \$37,060,000 for fiscal year 2010 and	

1       \$36,000,000 for fiscal year 2011 . . . . . \$73,060,000  
2 Education Construction Account: For transfer to the state  
3       general fund, \$93,362,000 for fiscal year 2010 and  
4       \$100,401,000 for fiscal year 2011 . . . . . \$193,763,000  
5 Aquatics Lands Enhancement Account: For transfer to the  
6       state general fund, \$5,050,000 for fiscal year 2010  
7       and \$5,050,000 for fiscal year 2011 . . . . . \$10,100,000  
8 Drinking Water Assistance Account: For transfer to the  
9       drinking water assistance repayment account . . . . . \$28,600,000  
10 Economic Development Strategic Reserve Account: For  
11       transfer to the state general fund, \$2,500,000 for  
12       fiscal year 2010 and \$2,500,000 for fiscal  
13       year 2011 . . . . . \$5,000,000  
14 Tobacco Settlement Account: For transfer to the state  
15       general fund, in an amount not to exceed by more  
16       than \$26,000,000 the actual amount of the annual  
17       payment to the tobacco settlement account . . . . . \$204,098,000  
18 Tobacco Settlement Account: For transfer to the life  
19       sciences discovery fund, in an amount not to exceed  
20       \$26,000,000 less than the actual amount of the strategic  
21       contribution supplemental payment to the tobacco  
22       settlement account . . . . . \$39,170,000  
23 General Fund: For transfer to the streamline sales and  
24       use tax account, \$31,447,000 for fiscal year 2010 and  
25       \$33,591,000 for fiscal year 2011 . . . . . \$65,038,000  
26 State Convention and Trade Center Account: For transfer  
27       to the state convention and trade center operations  
28       account, \$1,000,000 for fiscal year 2010 and \$3,100,000  
29       for fiscal year 2011 . . . . . \$4,100,000  
30 State Convention and Trade Center Account: For transfer  
31       to the state general fund, \$11,000,000 in fiscal  
32       year 2010 and \$11,000,000 in fiscal year 2011 . . . . . \$22,000,000  
33 Tobacco Prevention and Control Account: For transfer  
34       to the state general fund for fiscal year 2010 . . . . . \$1,961,000  
35 Nisqually Earthquake Account: For transfer to the  
36       disaster response account for fiscal year 2010 . . . . . \$500,000  
37 Judicial Information Systems Account: For transfer  
38       to the state general fund, \$2,500,000 for fiscal

1        year 2010 and \$2,500,000 for fiscal year 2011 . . . . . \$5,000,000  
2 Department of Retirement Systems Expense Account: For  
3        transfer to the state general fund for fiscal year  
4        2011 . . . . . \$1,500,000  
5 State Emergency Water Projects Account: For transfer  
6        to the state general fund, \$390,000 for fiscal  
7        year 2011 . . . . . \$390,000  
8 The Charitable, Educational, Penal, and Reformatory  
9        Institutions Account: For transfer to the state  
10       general fund, \$5,550,000 for fiscal year 2010 and  
11       \$5,550,000 for fiscal year 2011 . . . . . \$11,100,000  
12 Energy Freedom Account: For transfer to the state  
13       general fund, \$2,978,000 for fiscal year 2010  
14       and \$2,978,000 for fiscal year 2011 . . . . . \$5,956,000  
15 Thurston County Capital Facilities Account: For  
16       transfer to the state general fund, \$4,194,000 for  
17       fiscal year 2010 and \$4,194,000 for fiscal year  
18       2011 . . . . . \$8,388,000  
19 Public Works Assistance Account: For transfer to  
20       the state general fund, \$184,000,000 for fiscal  
21       year 2010 and \$184,000,000 for fiscal year 2011 . . . \$368,000,000  
22 Budget Stabilization Account: For transfer to the  
23       state general fund for fiscal year 2010 . . . . . \$45,130,000  
24 Liquor Revolving Account: For transfer to the state  
25       general fund, \$31,000,000 for fiscal year 2010 and  
26       \$31,000,000 for fiscal year 2011 . . . . . \$62,000,000  
27 Public Works Assistance Account: For transfer to the  
28       city-county assistance account, \$5,000,000 on  
29       July 1, 2009, and \$5,000,000 on July 1, 2010 . . . . . \$10,000,000  
30 Public Works Assistance Account: For transfer to the  
31       drinking water assistance account, \$4,000,000 for  
32       fiscal year 2010 and \$4,000,000 for fiscal year  
33       2011 . . . . . \$8,000,000  
34 Flood Control Assistance Account: For transfer  
35       to the state general fund for fiscal year 2010 . . . . . \$2,000,000  
36 Performance Audits of Government Account: For transfer

1 to the state general fund, \$22,120,000 in fiscal year  
2 2010 and \$7,120,000 in fiscal year 2011 . . . . . \$29,240,000

(End of part)

1                               **PART IX**  
2                               **MISCELLANEOUS**

3           **NEW SECTION. Sec. 901. EXPENDITURE AUTHORIZATIONS.** The  
4 appropriations contained in this act are maximum expenditure  
5 authorizations. Pursuant to RCW 43.88.037, moneys disbursed from the  
6 treasury on the basis of a formal loan agreement shall be recorded as  
7 loans receivable and not as expenditures for accounting purposes. To  
8 the extent that moneys are disbursed on a loan basis, the corresponding  
9 appropriation shall be reduced by the amount of loan moneys disbursed  
10 from the treasury during the 2007-2009 biennium.

11          **NEW SECTION. Sec. 902. INFORMATION SYSTEMS PROJECTS.** Agencies  
12 shall comply with the following requirements regarding information  
13 systems projects when specifically directed to do so by this act.

14           (1) Agency planning and decisions concerning information technology  
15 shall be made in the context of its information technology portfolio.  
16 "Information technology portfolio" means a strategic management  
17 approach in which the relationships between agency missions and  
18 information technology investments can be seen and understood, such  
19 that: Technology efforts are linked to agency objectives and business  
20 plans; the impact of new investments on existing infrastructure and  
21 business functions are assessed and understood before implementation;  
22 and agency activities are consistent with the development of an  
23 integrated, nonduplicative statewide infrastructure.

24           (2) Agencies shall use their information technology portfolios in  
25 making decisions on matters related to the following:

- 26           (a) System refurbishment, acquisitions, and development efforts;  
27           (b) Setting goals and objectives for using information technology  
28 in meeting legislatively-mandated missions and business needs;  
29           (c) Assessment of overall information processing performance,  
30 resources, and capabilities;  
31           (d) Ensuring appropriate transfer of technological expertise for  
32 the operation of any new systems developed using external resources;  
33 and

1 (e) Progress toward enabling electronic access to public  
2 information.

3 (3) Each project will be planned and designed to take optimal  
4 advantage of Internet technologies and protocols. Agencies shall  
5 ensure that the project is in compliance with the architecture,  
6 infrastructure, principles, policies, and standards of digital  
7 government as maintained by the information services board.

8 (4) The agency shall produce a feasibility study for information  
9 technology projects at the direction of the information services board  
10 and in accordance with published department of information services  
11 policies and guidelines. At a minimum, such studies shall include a  
12 statement of: (a) The purpose or impetus for change; (b) the business  
13 value to the agency, including an examination and evaluation of  
14 benefits, advantages, and cost; (c) a comprehensive risk assessment  
15 based on the proposed project's impact on both citizens and state  
16 operations, its visibility, and the consequences of doing nothing; (d)  
17 the impact on agency and statewide information infrastructure; and (e)  
18 the impact of the proposed enhancements to an agency's information  
19 technology capabilities on meeting service delivery demands.

20 (5) The agency shall produce a comprehensive management plan for  
21 each project. The plan or plans shall address all factors critical to  
22 successful completion of each project. The plan(s) shall include, but  
23 is not limited to, the following elements: A description of the  
24 problem or opportunity that the information technology project is  
25 intended to address; a statement of project objectives and assumptions;  
26 a definition and schedule of phases, tasks, and activities to be  
27 accomplished; and the estimated cost of each phase. The planning for  
28 the phased approach shall be such that the business case justification  
29 for a project needs to demonstrate how the project recovers cost or  
30 adds measurable value or positive cost benefit to the agency's business  
31 functions within each development cycle.

32 (6) The agency shall produce quality assurance plans for  
33 information technology projects. Consistent with the direction of the  
34 information services board and the published policies and guidelines of  
35 the department of information services, the quality assurance plan  
36 shall address all factors critical to successful completion of the  
37 project and successful integration with the agency and state  
38 information technology infrastructure. At a minimum, quality assurance



1 plans shall provide time and budget benchmarks against which project  
2 progress can be measured, a specification of quality assurance  
3 responsibilities, and a statement of reporting requirements. The  
4 quality assurance plans shall set out the functionality requirements  
5 for each phase of a project.

6 (7) A copy of each feasibility study, project management plan, and  
7 quality assurance plan shall be provided to the department of  
8 information services, the office of financial management, and  
9 legislative fiscal committees. The plans and studies shall demonstrate  
10 a sound business case that justifies the investment of taxpayer funds  
11 on any new project, an assessment of the impact of the proposed system  
12 on the existing information technology infrastructure, the disciplined  
13 use of preventative measures to mitigate risk, and the leveraging of  
14 private-sector expertise as needed. Authority to expend any funds for  
15 individual information systems projects is conditioned on the approval  
16 of the relevant feasibility study, project management plan, and quality  
17 assurance plan by the department of information services and the office  
18 of financial management.

19 (8) Quality assurance status reports shall be submitted to the  
20 department of information services, the office of financial management,  
21 and legislative fiscal committees at intervals specified in the  
22 project's quality assurance plan.

23 NEW SECTION. **Sec. 903.** (1) The legislature intends to continue  
24 the work that began in 2007 with the creation of the information  
25 technology work group.

26 (2) The vice-chair of the house ways and means committee, the chair  
27 of the general government appropriations committee, and the respective  
28 ranking minority members of these two committees shall convene a work  
29 group with representation that includes other interested legislators  
30 from the house of representatives and the senate, and representatives  
31 of the office of the governor, the office of financial management, the  
32 department of information services, state agency chief information  
33 officers, and the technology sector.

34 (3) The work group will:

35 (a) Review the findings and recommendations of the 2008-2009 state  
36 information technology study;

1 (b) Consider how to implement some or all of the study's  
2 recommendations; and

3 (c) Consider ways the state may improve the administration and  
4 coordination of state information technology and achieve budgetary  
5 efficiencies.

6 (4) Staff support for the work group shall be provided by the house  
7 of representatives office of program research and the senate committee  
8 services to the extent senators participate in the work group.

9 (5) Legislative members of the work group shall be reimbursed for  
10 travel expenses in accordance with RCW 44.04.120.

11 (6) The expenses of the work group shall be paid jointly by the  
12 senate and the house of representatives. Work group expenditures are  
13 subject to approval by the senate facilities and operations committee  
14 and the house executive rules committee, or their successor committees.

15 (7) The work group may report its findings and recommendations, if  
16 any, in the form of draft legislation.

17 **NEW SECTION. Sec. 904. INFORMATION TECHNOLOGY ENTERPRISE**  
18 **SERVICES.** Agencies may make use of the department of information  
19 services when acquiring information technology services, products, and  
20 assets.

21 "Information technology services" means the acquisition,  
22 provisioning, or approval of hardware, software, and purchased or  
23 personal services provided by the department of information services.

24 If an information technology enterprise service is provided by the  
25 department, or an agency has a specific requirement to acquire  
26 hardware, software, or purchased or personal services directly, the  
27 agency shall consult with the department of information services.

28 **NEW SECTION. Sec. 905. VIDEO TELECOMMUNICATIONS.** The department  
29 of information services shall act as lead agency in coordinating video  
30 telecommunications services for state agencies. As lead agency, the  
31 department shall develop standards and common specifications for leased  
32 and purchased telecommunications equipment and assist state agencies in  
33 developing a video telecommunications expenditure plan. No agency may  
34 spend any portion of any appropriation in this act for new video  
35 telecommunication equipment, new video telecommunication transmission,  
36 or new video telecommunication programming, or for expanding current

1 video telecommunication systems without first complying with chapter  
2 43.105 RCW, including but not limited to, RCW 43.105.041(2), and  
3 without first submitting a video telecommunications expenditure plan,  
4 in accordance with the policies of the department of information  
5 services, for review and assessment by the department of information  
6 services under RCW 43.105.052. Prior to any such expenditure by a  
7 public school, a video telecommunications expenditure plan shall be  
8 approved by the superintendent of public instruction. The office of  
9 the superintendent of public instruction shall submit the plans to the  
10 department of information services in a form prescribed by the  
11 department. The office of the superintendent of public instruction  
12 shall coordinate the use of video telecommunications in public schools  
13 by providing educational information to local school districts and  
14 shall assist local school districts and educational service districts  
15 in telecommunications planning and curriculum development. Prior to  
16 any such expenditure by a public institution of postsecondary  
17 education, a telecommunications expenditure plan shall be approved by  
18 the higher education coordinating board. The higher education  
19 coordinating board shall coordinate the use of video telecommunications  
20 for instruction and instructional support in postsecondary education,  
21 including the review and approval of instructional telecommunications  
22 course offerings.

23 NEW SECTION. **Sec. 906. CENTRAL SERVICES.** The governor shall  
24 convene a work group consisting of representatives from the central  
25 service agencies and their clients to collaborate on methods for  
26 providing commonly needed services to state agencies, including, but  
27 not limited to: Human resource management, employee benefits, payroll,  
28 accounting, purchasing, information technology, real estate services,  
29 facility management, building and grounds maintenance, fleet  
30 management, printing services, and office mail distribution. The work  
31 group should consider the experience of other states and large  
32 organizations and should identify opportunities to improve service  
33 delivery and reduce costs, including, but not limited to:

- 34 (1) Simplifying processes and gaining efficiencies;  
35 (2) Using a shared, common service model;  
36 (3) Centralizing services or activities which may lead to  
37 consolidating or eliminating existing programs or state agencies; and

1 (4) Revising agencies' authority or governance structures.

2 The work group shall submit a proposal that improves the delivery  
3 of central services to state agencies, including changes to the current  
4 governance structure, organizational changes that improves and  
5 simplifies service delivery, and any statutory changes that may be  
6 necessary to the governor by October 1, 2009.

7 NEW SECTION. **Sec. 907. NATURAL RESOURCES ORGANIZATIONS.** The  
8 governor shall convene a work group consisting of representatives from  
9 the natural resource agencies. The work group shall consider the  
10 experience of other states and their organizational structures to  
11 identify consolidation opportunities to improve service delivery and  
12 reduce costs. The work group shall submit a comprehensive written  
13 recommendation to the governor and the office of financial management  
14 by September 1, 2009.

15 NEW SECTION. **Sec. 908. PUGET SOUND PROTECTION AND RESTORATION.**  
16 Consistent with RCW 90.71.340, when expending appropriations under this  
17 act that contribute to Puget Sound protection and recovery, agencies  
18 shall consult with the Puget Sound partnership to ensure that  
19 expenditures are either in, or consistent with, the 2020 action agenda.

20 NEW SECTION. **Sec. 909. EMERGENCY FUND ALLOCATIONS.** Whenever  
21 allocations are made from the governor's emergency fund appropriation  
22 to an agency that is financed in whole or in part by other than general  
23 fund moneys, the director of financial management may direct the  
24 repayment of such allocated amount to the general fund from any balance  
25 in the fund or funds which finance the agency. No appropriation shall  
26 be necessary to effect such repayment.

27 NEW SECTION. **Sec. 910. STATUTORY APPROPRIATIONS.** In addition  
28 to the amounts appropriated in this act for revenues for distribution,  
29 state contributions to the law enforcement officers' and fire fighters'  
30 retirement system plan 2, and bond retirement and interest including  
31 ongoing bond registration and transfer charges, transfers, interest on  
32 registered warrants, and certificates of indebtedness, there is also  
33 appropriated such further amounts as may be required or available for

1 these purposes under any statutory formula or under chapters 39.94 and  
2 39.96 RCW or any proper bond covenant made under law.

3 NEW SECTION. **Sec. 911. BOND EXPENSES.** In addition to such other  
4 appropriations as are made by this act, there is hereby appropriated to  
5 the state finance committee from legally available bond proceeds in the  
6 applicable construction or building funds and accounts such amounts as  
7 are necessary to pay the expenses incurred in the issuance and sale of  
8 the subject bonds.

9 NEW SECTION. **Sec. 912. VOLUNTARY RETIREMENT, SEPARATION, AND**  
10 **DOWNSHIFTING INCENTIVES.** As a management tool to reduce costs and make  
11 more effective use of resources, while improving employee productivity  
12 and morale, agencies may implement a voluntary retirement, separation,  
13 and/or downshifting incentive program that is cost neutral or results  
14 in cost savings over a two year period following the commencement of  
15 the program, provided that such a program is approved by the director  
16 of financial management.

17 Agencies participating in this authorization may offer voluntary  
18 retirement, separation, and/or downshifting incentives and options  
19 according to procedures and guidelines established by the office of  
20 financial management, in consultation with the department of personnel  
21 and the department of retirement systems. The options may include, but  
22 are not limited to, financial incentives for: Voluntary separation or  
23 retirement, voluntary leave-without-pay, voluntary workweek or work  
24 hour reduction, voluntary downward movement, or temporary separation  
25 for development purposes. An employee does not have a contractual  
26 right to a financial incentive offered pursuant to this section.

27 Offers shall be reviewed and monitored jointly by the department of  
28 personnel and the department of retirement systems. Agencies are  
29 required to submit a report by June 30, 2011, to the legislature and  
30 the office of financial management on the outcome of their approved  
31 incentive program. The report should include information on the  
32 details of the program including resulting service delivery changes,  
33 agency efficiencies, the cost of the incentive per participant, the  
34 total cost to the state, and the projected or actual net dollar savings  
35 over the 2009-11 biennium.

1            NEW \_\_ SECTION.    **Sec.    913.    ADMINISTRATIVE    REDUCTIONS.**    (1)    The  
2    appropriations in this act reflect significant reductions in the  
3    appropriations for the administrative expenses of state government. It  
4    is the intent of the legislature that these reductions shall be  
5    achieved, to the greatest extent possible, by reducing those  
6    administrative costs that do not affect direct client services or  
7    direct service delivery or programs. Agencies shall review their  
8    management costs and reduce expenditures on salaries and benefits for  
9    management positions as part of these administrative reductions.

10           (2) To the extent permitted by the applicable personnel system  
11    rules, and to the extent collectively bargained with represented  
12    employees where applicable, the agencies and institutions of state  
13    government are encouraged to achieve the reductions in full-time-  
14    equivalent employment and payroll levels necessary to operate within  
15    these appropriations through strategies that will minimize impacts on  
16    employees, their families, their communities, and short- and long-term  
17    accomplishment of the agency's mission. Agencies are encouraged to use  
18    strategies such as reduced work-hours per day or week, voluntary leave  
19    without pay, and temporary furloughs that enable employees to maintain  
20    permanent employment status. Agencies are further encouraged to  
21    implement such strategies in ways that will enable employees to  
22    maintain full insurance benefits, full accrual of retirement service  
23    credit, and a living wage.

24           NEW \_\_ SECTION.    **Sec.    914.    COMPENSATION--INSURANCE    BENEFITS.**  
25    Appropriations for state agencies in this act are sufficient for  
26    nonrepresented and represented state employee health benefits for state  
27    agencies, including institutions of higher education and are subject to  
28    the following conditions and limitations:

29           (1)(a) The monthly employer funding rate for insurance benefit  
30    premiums, public employees' benefits board administration, and the  
31    uniform medical plan, shall not exceed \$745 per eligible employee for  
32    fiscal year 2010. For fiscal year 2011 the monthly employer funding  
33    rate shall not exceed \$768 per eligible employee.

34           (b) In order to achieve the level of funding provided for health  
35    benefits, the public employees' benefits board shall require any or all  
36    of the following: Employee premium copayments, increases in  
37    point-of-service cost sharing, the implementation of managed

1 competition, or make other changes to benefits consistent with RCW  
2 41.05.065. During the 2009-11 fiscal biennium, the board may only  
3 authorize benefit plans and premium contributions for an employee and  
4 the employee's dependents that are the same, regardless of an  
5 employee's status as represented or nonrepresented under the personnel  
6 system reform act of 2002.

7 (c) The health care authority shall deposit any moneys received on  
8 behalf of the uniform medical plan as a result of rebates on  
9 prescription drugs, audits of hospitals, subrogation payments, or any  
10 other moneys recovered as a result of prior uniform medical plan claims  
11 payments, into the public employees' and retirees' insurance account to  
12 be used for insurance benefits. Such receipts shall not be used for  
13 administrative expenditures.

14 (d) The conditions in this section apply to benefits for  
15 nonrepresented employees, employees represented by the super coalition,  
16 and represented employees outside of the super coalition, including  
17 employees represented under chapter 47.64 RCW.

18 (2) The health care authority, subject to the approval of the  
19 public employees' benefits board, shall provide subsidies for health  
20 benefit premiums to eligible retired or disabled public employees and  
21 school district employees who are eligible for medicare, pursuant to  
22 RCW 41.05.085. From January 1, 2010, through the remainder of the  
23 2009-11 fiscal biennium, the subsidy shall be \$182.89.

24 (3) Technical colleges, school districts, and educational service  
25 districts shall remit to the health care authority for deposit into the  
26 public employees' and retirees' insurance account established in RCW  
27 41.05.120 the following amounts:

28 (a) For each full-time employee, \$59.59 per month beginning  
29 September 1, 2009, and \$64.90 beginning September 1, 2010;

30 (b) For each part-time employee, who at the time of the remittance  
31 is employed in an eligible position as defined in RCW 41.32.010 or  
32 41.40.010 and is eligible for employer fringe benefit contributions for  
33 basic benefits, \$59.59 each month beginning September 1, 2009, and  
34 \$64.90 beginning September 1, 2010, prorated by the proportion of  
35 employer fringe benefit contributions for a full-time employee that the  
36 part-time employee receives. The remittance requirements specified in  
37 this subsection shall not apply to employees of a technical college,

1 school district, or educational service district who purchase insurance  
2 benefits through contracts with the health care authority.

3 NEW SECTION. **Sec. 915. COMPENSATION--REVISE PENSION CONTRIBUTION**  
4 **RATES.** The appropriations for school districts and state agencies,  
5 including institutions of higher education are subject to the following  
6 conditions and limitations: Appropriations are adjusted to reflect  
7 changes to agency appropriations to reflect savings resulting from  
8 changes to pension funding as provided in Engrossed Substitute Senate  
9 Bill No. 6161 (actuarial funding of pension systems). If the bill is  
10 not enacted by June 30, 2009, this section shall lapse.

11 NEW SECTION. **Sec. 916. COLLECTIVE BARGAINING AGREEMENTS NOT**  
12 **IMPAIRED.** Nothing in this act or chapter 5 (ESSB 5460), Laws of 2009  
13 prohibits the expenditure of any funds by an agency or institution of  
14 the state for benefits guaranteed by any collective bargaining  
15 agreement in effect on the effective date of chapter 5, Laws of 2009  
16 (February 18, 2009).

17 NEW SECTION. **Sec. 917. FIRST-TIME HOME BUYERS.** To accelerate  
18 the receipt of federal tax credits for first-time home buyers provided  
19 in the 2009 American recovery and relief act, the state housing finance  
20 commission is authorized to obtain services from a qualified public  
21 depository. The housing finance commission and the state treasurer are  
22 further authorized to enter into an agreement with the selected public  
23 depository to receive an off-setting deposit of up to \$25,000,000 in  
24 state funds. The off-setting deposit shall be made at market rates.  
25 Deposit can only be made from May 1, 2009, until the expiration of the  
26 federal tax credit if an established account with a minimum value of  
27 \$400,000, at least \$200,000 of which must be cash, exists to finance  
28 first losses, and funds are used consistent with federal requirements.

29 **Sec. 918.** RCW 2.68.020 and 2005 c 282 s 11 are each amended to  
30 read as follows:

31 There is created an account in the custody of the state treasurer  
32 to be known as the judicial information system account. The  
33 administrative office of the courts shall maintain and administer the  
34 account, in which shall be deposited all moneys received from in-state



1 noncourt users and any out-of-state users of the judicial information  
2 system and moneys as specified in RCW 2.68.040 for the purposes of  
3 providing judicial information system access to noncourt users and  
4 providing an adequate level of automated services to the judiciary.  
5 The legislature shall appropriate the funds in the account for the  
6 purposes of the judicial information system. The account shall be used  
7 for the acquisition of equipment, software, supplies, services, and  
8 other costs incidental to the acquisition, development, operation, and  
9 administration of information services, telecommunications, systems,  
10 software, supplies, and equipment, including the payment of principal  
11 and interest on items paid in installments. During the 2009-2011  
12 fiscal biennium, the legislature may transfer from the judicial  
13 information system account to the state general fund such amounts as  
14 reflect the excess fund balance of the account.

15 **Sec. 919.** RCW 28A.160.130 and 1991 c 114 s 2 are each amended to  
16 read as follows:

17 (1) There is created a fund on deposit with each county treasurer  
18 for each school district of the county, which shall be known as the  
19 transportation vehicle fund. Money to be deposited into the  
20 transportation vehicle fund shall include, but is not limited to, the  
21 following:

22 (a) The balance of accounts held in the general fund of each school  
23 district for the purchase of approved transportation equipment and for  
24 major transportation equipment repairs under RCW 28A.150.280. The  
25 amount transferred shall be the balance of the account as of September  
26 1, 1982;

27 (b) Reimbursement payments provided for in RCW 28A.160.200 except  
28 those provided under RCW 28A.160.200(~~(+4)~~) (3) that are necessary for  
29 contracted payments to private carriers;

30 (c) Earnings from transportation vehicle fund investments as  
31 authorized in RCW 28A.320.300; and

32 (d) The district's share of the proceeds from the sale of  
33 transportation vehicles, as determined by the superintendent of public  
34 instruction.

35 (2) Funds in the transportation vehicle fund may be used for the  
36 following purposes:

1 (a) Purchase of pupil transportation vehicles pursuant to RCW  
2 28A.160.200 and 28A.150.280;

3 (b) Payment of conditional sales contracts as authorized in RCW  
4 28A.335.200 or payment of obligations authorized in RCW 28A.530.080,  
5 entered into or issued for the purpose of pupil transportation  
6 vehicles;

7 (c) Major repairs to pupil transportation vehicles;

8 (d) For the 2009-2011 biennium, a school district that is wholly  
9 contained on an island and has a student enrollment greater than two  
10 hundred fifty students and fewer than five hundred and fifty students  
11 may transfer from the transportation vehicle fund to the school  
12 district's general fund such amounts as necessary for instructional  
13 costs.

14 The superintendent of public instruction shall adopt rules which  
15 shall establish the standards, conditions, and procedures governing the  
16 establishment and use of the transportation vehicle fund. The rules  
17 shall not permit the transfer of funds from the transportation vehicle  
18 fund to any other fund of the district, except as provided under  
19 subsection (2)(d) of this section.

20 **Sec. 920.** RCW 28B.105.110 and 2008 c 329 s 908 are each amended to  
21 read as follows:

22 (1) The GET ready for math and science scholarship account is  
23 created in the custody of the state treasurer.

24 (2) The board shall deposit into the account all money received for  
25 the GET ready for math and science scholarship program from  
26 appropriations and private sources. The account shall be  
27 self-sustaining.

28 (3) Expenditures from the account shall be used for scholarships to  
29 eligible students and for purchases of GET units. Purchased GET units  
30 shall be owned and held in trust by the board. Expenditures from the  
31 account shall be an equal match of state appropriations and private  
32 funds raised by the program administrator. During the ~~((2007-09))~~  
33 2009-2011 fiscal biennium, expenditures from the account not to exceed  
34 five percent may be used by the program administrator to carry out the  
35 provisions of RCW 28B.105.090.

36 (4) With the exception of the operating costs associated with the

1 management of the account by the treasurer's office as authorized in  
2 chapter 43.79A RCW, the account shall be credited with all investment  
3 income earned by the account.

4 (5) Disbursements from the account are exempt from appropriations  
5 and the allotment provisions of chapter 43.88 RCW.

6 (6) Disbursements from the account shall be made only on the  
7 authorization of the board.

8 **Sec. 921.** RCW 35.104.060 and 2007 c 251 s 6 are each amended to  
9 read as follows:

10 (1) The authority has all the general powers necessary to carry out  
11 its purposes and duties and to exercise its specific powers, including  
12 the authority may:

13 (a) Sue and be sued in its own name;

14 (b) Make and execute agreements, contracts, and other instruments,  
15 with any public or private entity or person, in accordance with this  
16 chapter;

17 (c) Employ, contract with, or engage independent counsel, financial  
18 advisors, auditors, other technical or professional assistants, and  
19 such other personnel as are necessary or desirable to implement this  
20 chapter;

21 (d) Establish such special funds, and control deposits to and  
22 disbursements from them, as it finds convenient for the implementation  
23 of this chapter;

24 (e) Enter into contracts with public and private entities for  
25 research to be conducted in this state;

26 (f) Delegate any of its powers and duties if consistent with the  
27 purposes of this chapter;

28 (g) Exercise any other power reasonably required to implement the  
29 purposes of this chapter; and

30 (h) Hire staff and pay administrative costs; however, such expenses  
31 shall be paid from moneys provided by the sponsoring local government  
32 and moneys received from gifts, grants, and bequests and the interest  
33 earned on the authority's accounts and investments. During the 2009-  
34 2011 fiscal biennium, up to ten percent of the amounts received under  
35 RCW 82.14.480 may be used by a health services and sciences authority  
36 for the purposes of subsections (1)(c) and (h) of this section.

1 (2) In addition to other powers and duties prescribed in this  
2 chapter, the authority is empowered to:

3 (a) Use the authority's public moneys, leveraging those moneys with  
4 amounts received from other public and private sources in accordance  
5 with contribution agreements, to promote bioscience-based economic  
6 development, and to advance new therapies and procedures to combat  
7 disease and promote public health;

8 (b) Solicit and receive gifts, grants, and bequests, and enter into  
9 contribution agreements with private entities and public entities to  
10 receive moneys in consideration of the authority's promise to leverage  
11 those moneys with the revenue generated by the tax authorized under RCW  
12 82.14.480 and contributions from other public entities and private  
13 entities, in order to use those moneys to promote bioscience-based  
14 economic development and advance new therapies and procedures to combat  
15 disease and promote public health;

16 (c) Hold funds received by the authority in trust for their use  
17 pursuant to this chapter to promote bioscience-based economic  
18 development and advance new therapies and procedures to combat disease  
19 and promote public health;

20 (d) Manage its funds, obligations, and investments as necessary and  
21 consistent with its purpose, including the segregation of revenues into  
22 separate funds and accounts;

23 (e) Make grants to entities pursuant to contract to promote  
24 bioscience-based economic development and advance new therapies and  
25 procedures to combat disease and promote public health. Grant  
26 agreements shall specify the deliverables to be provided by the  
27 recipient pursuant to the grant. Grants to private entities may only  
28 be provided under a contractual agreement that ensures the state will  
29 receive appropriate consideration, such as an assurance of job creation  
30 or retention, or the delivery of services that provide for the public  
31 health, safety, and welfare. The authority shall solicit requests for  
32 funding and evaluate the requests by reference to factors such as: (i)  
33 The quality of the proposed research; (ii) its potential to improve  
34 health outcomes, with particular attention to the likelihood that it  
35 will also lower health care costs, substitute for a more costly  
36 diagnostic or treatment modality, or offer a breakthrough treatment for  
37 a particular disease or condition; (iii) its potential to leverage

1 additional funding; (iv) its potential to provide health care benefits;  
2 (v) its potential to stimulate employment; and (vi) evidence of public  
3 and private collaboration;

4 (f) Create one or more advisory boards composed of scientists,  
5 industrialists, and others familiar with health sciences and services;  
6 and

7 (g) Adopt policies and procedures to facilitate the orderly process  
8 of grant application, review, and reward.

9 (3) The records of the authority shall be subject to audit by the  
10 office of the state auditor.

11 **Sec. 922.** RCW 38.52.106 and 2008 c 329 s 909 are each amended to  
12 read as follows:

13 The Nisqually earthquake account is created in the state treasury.  
14 Moneys may be placed in the account from tax revenues, budget transfers  
15 or appropriations, federal appropriations, gifts, or any other lawful  
16 source. Moneys in the account may be spent only after appropriation.  
17 Moneys in the account shall be used only to support state and local  
18 government disaster response and recovery efforts associated with the  
19 Nisqually earthquake. During the 2003-2005 fiscal biennium, the  
20 legislature may transfer moneys from the Nisqually earthquake account  
21 to the disaster response account for fire suppression and mobilization  
22 costs. During the 2007-2009 fiscal biennium, moneys in the account may  
23 also be used to support disaster response and recovery efforts  
24 associated with flood and storm damage. During the 2009-2011 fiscal  
25 biennium, the legislature may transfer moneys from the Nisqually  
26 earthquake account to the disaster response account for disaster  
27 response and recovery efforts associated with flood and storm damage.

28 **Sec. 923.** RCW 41.48.060 and 1991 sp.s. c 13 s 112 are each amended  
29 to read as follows:

30 (1) There is hereby established a special account in the state  
31 treasury to be known as the OASI contribution account. Such account  
32 shall consist of and there shall be deposited in such account: (a) All  
33 contributions and penalties collected under RCW 41.48.040 and  
34 41.48.050; (b) all moneys appropriated thereto under this chapter; (c)  
35 any property or securities belonging to the account; and (d) all sums  
36 recovered upon the bond of the custodian or otherwise for losses

1 sustained by the account and all other moneys received for the account  
2 from any other source. All moneys in the account shall be mingled and  
3 undivided. Subject to the provisions of this chapter, the governor is  
4 vested with full power, authority and jurisdiction over the account,  
5 including all moneys and property or securities belonging thereto, and  
6 may perform any and all acts whether or not specifically designated,  
7 which are necessary to the administration thereof and are consistent  
8 with the provisions of this chapter. During the 2009-2011 fiscal  
9 biennium, moneys in the OASI contribution account may also be  
10 transferred into the OASI revolving fund.

11 (2) The OASI contribution account shall be established and held  
12 separate and apart from any other funds of the state and shall be used  
13 and administered exclusively for the purpose of this chapter.  
14 Withdrawals from such account shall be made for, and solely for (a)  
15 payment of amounts required to be paid to the secretary of the treasury  
16 pursuant to an agreement entered into under RCW 41.48.030; (b) payment  
17 of refunds provided for in RCW 41.48.040(3); and (c) refunds of  
18 overpayments, not otherwise adjustable, made by a political subdivision  
19 or instrumentality.

20 (3) From the OASI contribution account the custodian of the fund  
21 [account] shall pay to the secretary of the treasury such amounts and  
22 at such time or times as may be directed by the governor in accordance  
23 with any agreement entered into under RCW 41.48.030 and the social  
24 security act.

25 (4) The treasurer of the state shall be ex officio treasurer and  
26 custodian of the OASI contribution account and shall administer such  
27 account in accordance with the provisions of this chapter and the  
28 directions of the governor and shall pay all warrants drawn upon it in  
29 accordance with the provisions of this section and with the regulations  
30 as the governor may prescribe pursuant thereto.

31 **Sec. 924.** RCW 41.50.110 and 2008 c 329 s 911 are each amended to  
32 read as follows:

33 (1) Except as provided by RCW 41.50.255 and subsection (6) of this  
34 section, all expenses of the administration of the department, the  
35 expenses of administration of the retirement systems, and the expenses  
36 of the administration of the office of the state actuary created in

1 chapters 2.10, 2.12, 41.26, 41.32, 41.40, 41.34, 41.35, 41.37, 43.43,  
2 and 44.44 RCW shall be paid from the department of retirement systems  
3 expense fund.

4 (2) In order to reimburse the department of retirement systems  
5 expense fund on an equitable basis the department shall ascertain and  
6 report to each employer, as defined in RCW 41.26.030, 41.32.010,  
7 41.35.010, 41.37.010, or 41.40.010, the sum necessary to defray its  
8 proportional share of the entire expense of the administration of the  
9 retirement system that the employer participates in during the ensuing  
10 biennium or fiscal year whichever may be required. Such sum is to be  
11 computed in an amount directly proportional to the estimated entire  
12 expense of the administration as the ratio of monthly salaries of the  
13 employer's members bears to the total salaries of all members in the  
14 entire system. It shall then be the duty of all such employers to  
15 include in their budgets or otherwise provide the amounts so required.

16 (3) The department shall compute and bill each employer, as defined  
17 in RCW 41.26.030, 41.32.010, 41.35.010, 41.37.010, or 41.40.010, at the  
18 end of each month for the amount due for that month to the department  
19 of retirement systems expense fund and the same shall be paid as are  
20 its other obligations. Such computation as to each employer shall be  
21 made on a percentage rate of salary established by the department.  
22 However, the department may at its discretion establish a system of  
23 billing based upon calendar year quarters in which event the said  
24 billing shall be at the end of each such quarter.

25 (4) The director may adjust the expense fund contribution rate for  
26 each system at any time when necessary to reflect unanticipated costs  
27 or savings in administering the department.

28 (5) An employer who fails to submit timely and accurate reports to  
29 the department may be assessed an additional fee related to the  
30 increased costs incurred by the department in processing the deficient  
31 reports. Fees paid under this subsection shall be deposited in the  
32 retirement system expense fund.

33 (a) Every six months the department shall determine the amount of  
34 an employer's fee by reviewing the timeliness and accuracy of the  
35 reports submitted by the employer in the preceding six months. If  
36 those reports were not both timely and accurate the department may  
37 prospectively assess an additional fee under this subsection.

1 (b) An additional fee assessed by the department under this  
2 subsection shall not exceed fifty percent of the standard fee.

3 (c) The department shall adopt rules implementing this section.

4 (6) Expenses other than those under RCW 41.34.060(3) shall be paid  
5 pursuant to subsection (1) of this section.

6 (7) During the 2007-2009 and 2009-2011 fiscal (~~(biennium)~~) biennia,  
7 the legislature may transfer from the department of retirement systems'  
8 expense fund to the state general fund such amounts as reflect the  
9 excess fund balance of the fund.

10 **Sec. 925.** RCW 43.03.310 and 1998 c 164 s 1 are each amended to  
11 read as follows:

12 (1) The citizens' commission on salaries for elected officials  
13 shall study the relationship of salaries to the duties of members of  
14 the legislature, all elected officials of the executive branch of state  
15 government, and all judges of the supreme court, court of appeals,  
16 superior courts, and district courts, and shall fix the salary for each  
17 respective position.

18 (2) Except as provided otherwise in RCW 43.03.305 and this section,  
19 the commission shall be solely responsible for its own organization,  
20 operation, and action and shall enjoy the fullest cooperation of all  
21 state officials, departments, and agencies.

22 (3) Members of the commission shall receive no compensation for  
23 their services, but shall be eligible to receive a subsistence  
24 allowance and travel expenses pursuant to RCW 43.03.050 and 43.03.060.

25 (4) The members of the commission shall elect a chair from among  
26 their number. The commission shall set a schedule of salaries by an  
27 affirmative vote of not less than nine members of the commission.

28 (5) The commission shall file its initial schedule of salaries for  
29 the elected officials with the secretary of state no later than the  
30 first Monday in June, 1987, and shall file a schedule biennially  
31 thereafter. Each such schedule shall be filed in legislative bill  
32 form, shall be assigned a chapter number and published with the session  
33 laws of the legislature, and shall be codified by the statute law  
34 committee. The signature of the chair of the commission shall be  
35 affixed to each schedule submitted to the secretary of state. The  
36 chair shall certify that the schedule has been adopted in accordance  
37 with the provisions of state law and with the rules, if any, of the



1 commission. Such schedules shall become effective ninety days after  
2 the filing thereof, except as provided in Article XXVIII, section 1 of  
3 the state Constitution. State laws regarding referendum petitions  
4 shall apply to such schedules to the extent consistent with Article  
5 XXVIII, section 1 of the state Constitution.

6 (6) Before the filing of any salary schedule, the commission shall  
7 first develop a proposed salary schedule and then hold no fewer than  
8 four regular meetings as defined by chapter 42.30 RCW to take public  
9 testimony on the proposed schedule within the four months immediately  
10 preceding the filing. In the 2009-2011 fiscal biennium, the commission  
11 shall hold no more than two regular meetings as defined by chapter  
12 42.30 RCW to take public testimony on the proposed schedule within the  
13 four months immediately preceding the filing. At the last public  
14 hearing that is held as a regular meeting on the proposed schedule, the  
15 commission shall adopt the salary schedule as originally proposed or as  
16 amended at that meeting that will be filed with the secretary of state.

17 (7) All meetings, actions, hearings, and business of the commission  
18 shall be subject in full to the open public meetings act, chapter 42.30  
19 RCW.

20 (8) Salaries of the officials referred to in subsection (1) of this  
21 section that are in effect on January 12, 1987, shall continue until  
22 modified by the commission under this section.

23 **Sec. 926.** RCW 43.08.190 and 2008 c 329 s 912 are each amended to  
24 read as follows:

25 There is hereby created a fund within the state treasury to be  
26 known as the "state treasurer's service fund." Such fund shall be used  
27 solely for the payment of costs and expenses incurred in the operation  
28 and administration of the state treasurer's office.

29 Moneys shall be allocated monthly and placed in the state  
30 treasurer's service fund equivalent to a maximum of one percent of the  
31 trust and treasury average daily cash balances from the earnings  
32 generated under the authority of RCW 43.79A.040 and 43.84.080 other  
33 than earnings generated from investment of balances in funds and  
34 accounts specified in RCW 43.79A.040 or 43.84.092(4). The allocation  
35 shall precede the distribution of the remaining earnings as prescribed  
36 under RCW 43.79A.040 and 43.84.092. The state treasurer shall

1 establish a uniform allocation rate based on the appropriations for the  
2 treasurer's office.

3 During the ((2007-2009)) 2009-2011 fiscal biennium, the legislature  
4 may transfer from the state treasurer's service fund to the state  
5 general fund such amounts as reflect the excess fund balance of the  
6 fund.

7 **Sec. 927.** RCW 43.09.260 and 1995 c 301 s 15 are each amended to  
8 read as follows:

9 (1) The examination of the financial affairs of all local  
10 governments shall be made at such reasonable, periodic intervals as the  
11 state auditor shall determine. However, an examination of the  
12 financial affairs of all local governments shall be made at least once  
13 in every three years, and an examination of individual local government  
14 health and welfare benefit plans and local government self-insurance  
15 programs shall be made at least once every two years.

16 (2) During the 2009-2011 fiscal biennium, the state auditor shall  
17 conduct audits no more often than once every two years of local  
18 governments with annual general fund revenues of ten million dollars or  
19 less and no findings of impropriety for the three-year period  
20 immediately preceding the audit period. This subsection does not  
21 prohibit the state auditor from conducting audits: (a) To address  
22 suspected fraud or irregular conduct; (b) at the request of the local  
23 government governing body; or (c) as required by federal laws or  
24 regulations.

25 (3) The term local governments for purposes of this chapter  
26 includes but is not limited to all counties, cities, and other  
27 political subdivisions, municipal corporations, and quasi-municipal  
28 corporations, however denominated.

29 (4) The state auditor shall establish a schedule to govern the  
30 auditing of local governments which shall include: A designation of  
31 the various classifications of local governments; a designation of the  
32 frequency for auditing each type of local government; and a description  
33 of events which cause a more frequent audit to be conducted.

34 (5) On every such examination, inquiry shall be made as to the  
35 financial condition and resources of the local government; whether the  
36 Constitution and laws of the state, the ordinances and orders of the

1 local government, and the requirements of the state auditor have been  
2 properly complied with; and into the methods and accuracy of the  
3 accounts and reports.

4 (6) A report of such examination shall be made and filed in the  
5 office of state auditor, and one copy shall be transmitted to the local  
6 government. A copy of any report containing findings of noncompliance  
7 with state law shall be transmitted to the attorney general. If any  
8 such report discloses malfeasance, misfeasance, or nonfeasance in  
9 office on the part of any public officer or employee, within thirty  
10 days from the receipt of his or her copy of the report, the attorney  
11 general shall institute, in the proper county, such legal action as is  
12 proper in the premises by civil process and prosecute the same to final  
13 determination to carry into effect the findings of the examination.

14 (7) It shall be unlawful for any local government or the  
15 responsible head thereof, to make a settlement or compromise of any  
16 claim arising out of such malfeasance, misfeasance, or nonfeasance, or  
17 any action commenced therefor, or for any court to enter upon any  
18 compromise or settlement of such action, without the written approval  
19 and consent of the attorney general and the state auditor.

20 **Sec. 928.** RCW 43.09.282 and 2008 c 328 s 6007 are each amended to  
21 read as follows:

22 For the purposes of centralized funding, accounting, and  
23 distribution of the costs of the audits performed on local governments  
24 by the state auditor, there is hereby created an account entitled the  
25 municipal revolving account. The state treasurer shall be custodian of  
26 the account. All moneys received by the state auditor or by any  
27 officer or employee thereof shall be deposited with the state treasurer  
28 and credited to the municipal revolving account. Only the state  
29 auditor or the auditor's designee may authorize expenditures from the  
30 account. No appropriation is required for expenditures. The state  
31 auditor shall keep such records as are necessary to detail the auditing  
32 costs attributable to the various types of local governments. (~~During~~  
33 ~~the 2007-2009 fiscal biennium, the legislature may transfer from the~~  
34 ~~municipal revolving account to the Washington state heritage center~~  
35 ~~account such amounts as reflect excess fund balance in the account.))  
36 During the 2009-2011 fiscal biennium, the state auditor shall reduce~~

1 the municipal revolving account charges for financial audits performed  
2 on local governments by five percent.

3 **Sec. 929.** RCW 43.09.475 and 2006 c 1 s 5 are each amended to read  
4 as follows:

5 The performance audits of government account is hereby created in  
6 the custody of the state treasurer. Revenue identified in RCW  
7 82.08.020(5) and 82.12.0201 shall be deposited in the account. Money  
8 in the account shall be used to fund the performance audits and follow-  
9 up performance audits under RCW 43.09.470 and shall be expended by the  
10 state auditor in accordance with chapter 1, Laws of 2006. Only the  
11 state auditor or the state auditor's designee may authorize  
12 expenditures from the account. The account is subject to allotment  
13 procedures under chapter 43.88 RCW, but an appropriation is not  
14 required for expenditures. During the 2009-2011 fiscal biennium, the  
15 legislature may transfer from the performance audits of government  
16 account to the state general fund such amounts as deemed to be  
17 appropriate or necessary.

18 **Sec. 930.** RCW 43.10.180 and 2007 c 522 s 951 are each amended to  
19 read as follows:

20 (1) The attorney general shall keep such records as are necessary  
21 to facilitate proper allocation of costs to funds and agencies served  
22 and the director of financial management shall prescribe appropriate  
23 accounting procedures to accurately allocate costs to funds and  
24 agencies served. Billings shall be adjusted in line with actual costs  
25 incurred at intervals not to exceed six months.

26 (2) During the ((2007-2009)) 2009-2011 fiscal biennium, all  
27 expenses for administration of the office of the attorney general shall  
28 be allocated to and paid from the legal services revolving fund in  
29 accordance with accounting procedures prescribed by the director of  
30 financial management.

31 **Sec. 931.** RCW 43.17.390 and 2005 c 384 s 4 are each amended to  
32 read as follows:

33 Starting ((no later than 2008)) in 2012, and at least once every  
34 three years thereafter, each agency shall apply to the Washington state  
35 quality award, or similar organization, for an independent assessment

1 of its quality management, accountability, and performance system. The  
2 assessment shall evaluate the effectiveness of all elements of its  
3 management, accountability, and performance system, including:  
4 Leadership, strategic planning, customer focus, analysis and  
5 information, employee performance management, and process improvement.  
6 The purpose of the assessment is to recognize best practice and  
7 identify improvement opportunities.

8 **Sec. 932.** RCW 43.19.501 and 2008 c 328 s 6016 are each amended to  
9 read as follows:

10 The Thurston county capital facilities account is created in the  
11 state treasury. The account is subject to the appropriation and  
12 allotment procedures under chapter 43.88 RCW. Moneys in the account  
13 may be expended for capital projects in facilities owned and managed by  
14 the department of general administration in Thurston county. For the  
15 2007-2009 biennium, moneys in the account may be used for predesign  
16 identified in section 1037, chapter 328, Laws of 2008.

17 During the 2009-2011 fiscal biennium, the legislature may transfer  
18 from the Thurston county capital facilities account to the state  
19 general fund such amounts as reflect the excess fund balance of the  
20 account.

21 **Sec. 933.** RCW 43.21A.667 and 2005 c 464 s 4 are each amended to  
22 read as follows:

23 (1) The freshwater aquatic algae control account is created in the  
24 state treasury. Moneys directed to the account from RCW 88.02.050 must  
25 be deposited in the account. Expenditures from the account may only be  
26 used as provided in this section. Moneys in the account may be spent  
27 only after appropriation.

28 (2) Funds in the freshwater aquatic algae control account may be  
29 appropriated to the department to develop a freshwater aquatic algae  
30 control program. Funds must be expended as follows:

31 (a) As grants to cities, counties, tribes, special purpose  
32 districts, and state agencies to manage excessive freshwater algae,  
33 with priority for the treatment of lakes in which harmful algal blooms  
34 have occurred within the past three years; and during the 2009-2011  
35 fiscal biennium to provide grants for sea lettuce research and removal

1 to assist Puget Sound communities that are impacted by hyperblooms of  
2 sea lettuce; and

3 (b) To provide technical assistance to applicants and the public  
4 about aquatic algae control.

5 (3) The department shall submit a biennial report to the  
6 appropriate legislative committees describing the actions taken to  
7 implement this section along with suggestions on how to better fulfill  
8 the intent of chapter 464, Laws of 2005. The first report is due  
9 December 1, 2007.

10 NEW SECTION. Sec. 934. A new section is added to chapter 43.70  
11 RCW to read as follows:

12 The universal vaccine purchase account is created in the custody of  
13 the state treasurer. Receipts from public and private sources for the  
14 purpose of increasing access to vaccines for children may be deposited  
15 into the account. Expenditures from the account must be used  
16 exclusively for the purchase of vaccines, at no cost to health care  
17 providers in Washington, to administer to children under nineteen years  
18 old who are not eligible to receive vaccines at no cost through federal  
19 programs. The account is subject to allotment procedures under chapter  
20 43.88 RCW, but an appropriation is not required for expenditures.

21 **Sec. 935.** RCW 43.79.201 and 1995 c 399 s 77 are each amended to  
22 read as follows:

23 (1) The charitable, educational, penal and reformatory institutions  
24 account is hereby created, in the state treasury, into which account  
25 there shall be deposited all moneys arising from the sale, lease or  
26 transfer of the land granted by the United States government to the  
27 state for charitable, educational, penal and reformatory institutions  
28 by section 17 of the enabling act, or otherwise set apart for such  
29 institutions, except all moneys arising from the sale, lease, or  
30 transfer of that certain one hundred thousand acres of such land  
31 assigned for the support of the University of Washington by chapter 91,  
32 Laws of 1903 and section 9, chapter 122, Laws of 1893.

33 (2) If feasible, not less than one-half of all income to the  
34 charitable, educational, penal, and reformatory institutions account  
35 shall be appropriated for the purpose of providing housing, including  
36 repair and renovation of state institutions, for persons (~~who are~~

1 ~~mentally-ill, -developmentally-disabled~~) with mental illness or  
2 developmental disabilities, or youth who are blind, deaf, or otherwise  
3 disabled. If moneys are appropriated for community-based housing, the  
4 moneys shall be appropriated to the department of community, trade, and  
5 economic development for the housing assistance program under chapter  
6 43.185 RCW. During the 2009-2011 fiscal biennium, the legislature may  
7 transfer from the charitable, educational, penal and reformatory  
8 institutions account to the state general fund such amounts as reflect  
9 excess fund balance of the fund.

10 **Sec. 936.** RCW 43.79.460 and 2009 c 4 s 902 are each amended to  
11 read as follows:

12 (1) The savings incentive account is created in the custody of the  
13 state treasurer. The account shall consist of all moneys appropriated  
14 to the account by the legislature. The account is subject to the  
15 allotment procedures under chapter 43.88 RCW, but no appropriation is  
16 required for expenditures from the account.

17 (2) Within the savings incentive account, the state treasurer may  
18 create subaccounts to be credited with incentive savings attributable  
19 to individual state agencies, as determined by the office of financial  
20 management in consultation with the legislative fiscal committees.  
21 Moneys deposited in the subaccounts may be expended only on the  
22 authorization of the agency's executive head or designee and only for  
23 the purpose of one-time expenditures to improve the quality,  
24 efficiency, and effectiveness of services to customers of the state,  
25 such as one-time expenditures for employee training, employee  
26 incentives, technology improvements, new work processes, or performance  
27 measurement. Funds may not be expended from the account to establish  
28 new programs or services, expand existing programs or services, or  
29 incur ongoing costs that would require future expenditures.

30 (3) For purposes of this section, "incentive savings" means state  
31 general fund appropriations that are unspent as of June 30th of a  
32 fiscal year, excluding any amounts included in across-the-board  
33 reductions under RCW 43.88.110 and excluding unspent appropriations  
34 for:

35 (a) Caseload and enrollment in entitlement programs, except to the  
36 extent that an agency has clearly demonstrated that efficiencies have  
37 been achieved in the administration of the entitlement program.

1 "Entitlement program," as used in this section, includes programs for  
2 which specific sums of money are appropriated for pass-through to third  
3 parties or other entities;

4 (b) Enrollments in state institutions of higher education;

5 (c) A specific amount contained in a condition or limitation to an  
6 appropriation in the biennial appropriations act, if the agency did not  
7 achieve the specific purpose or objective of the condition or  
8 limitation;

9 (d) Debt service on state obligations; and

10 (e) State retirement system obligations.

11 (4) The office of financial management, after consulting with the  
12 legislative fiscal committees, shall report to the treasurer the amount  
13 of savings incentives achieved. By December 1, (~~(1998)~~) 2010, and each  
14 December 1st thereafter, the office of financial management shall  
15 submit a report to the fiscal committees of the legislature on the  
16 implementation of this section. The report shall (a) evaluate the  
17 impact of this section on agency reversions and end-of-biennium  
18 expenditure patterns, and (b) itemize agency expenditures from the  
19 savings recovery account. The office of financial management is  
20 relieved from having to submit a report by December 1, 2008.

21 (5) For fiscal year 2009, the legislature may transfer from the  
22 savings incentive account to the state general fund such amounts as  
23 reflect the fund balance of the account attributable to unspent state  
24 general fund appropriations for fiscal year 2008.

25 **Sec. 937.** RCW 43.79.480 and 2005 c 424 s 12 are each amended to  
26 read as follows:

27 (1) Moneys received by the state of Washington in accordance with  
28 the settlement of the state's legal action against tobacco product  
29 manufacturers, exclusive of costs and attorneys' fees, shall be  
30 deposited in the tobacco settlement account created in this section  
31 except as these moneys are sold or assigned under chapter 43.340 RCW.

32 (2) The tobacco settlement account is created in the state  
33 treasury. Moneys in the tobacco settlement account may only be  
34 transferred to the health services account for the purposes set forth  
35 in RCW 43.72.900, and to the tobacco prevention and control account for  
36 purposes set forth in this section. The legislature shall transfer  
37 amounts received as strategic contribution payments as defined in RCW



1 43.350.010 to the life sciences discovery fund created in RCW  
2 43.350.070. During the 2009-2011 fiscal biennium, the legislature may  
3 transfer less than the entire strategic contribution payments.

4 (3) The tobacco prevention and control account is created in the  
5 state treasury. The source of revenue for this account is moneys  
6 transferred to the account from the tobacco settlement account,  
7 investment earnings, donations to the account, and other revenues as  
8 directed by law. Expenditures from the account are subject to  
9 appropriation. During the 2009-2011 fiscal biennium, the legislature  
10 may transfer from the tobacco prevention and control account to the  
11 state general fund such amounts as represent the excess fund balance of  
12 the account.

13 **Sec. 938.** RCW 43.83B.360 and 1991 sp.s. c 13 s 33 are each amended  
14 to read as follows:

15 The proceeds from the sale of bonds authorized by RCW 43.83B.300,  
16 and 43.83B.355 through 43.83B.375 shall be deposited in the state  
17 emergency water projects revolving account, hereby created in the state  
18 treasury, and shall be used exclusively for the purposes specified in  
19 RCW 43.83B.300, and 43.83B.355 through 43.83B.375 and for the payment  
20 of expenses incurred in the issuance and sale of such bonds. During  
21 the 2009-2011 fiscal biennium, the legislature may transfer from the  
22 state emergency water projects revolving account to the state general  
23 fund such amounts as reflect the excess fund balance of the account.

24 **Sec. 939.** RCW 43.135.045 and 2007 c 520 s 6035 and 2007 c 484 s 5  
25 are each reenacted and amended to read as follows:

26 (1) The student achievement fund is hereby created in the state  
27 treasury.

28 (2) The education construction fund is hereby created in the state  
29 treasury.

30 (a) Funds may be appropriated from the education construction fund  
31 exclusively for common school construction or higher education  
32 construction. During the 2007-2009 fiscal biennium, funds may also be  
33 used for higher education facilities preservation and maintenance.  
34 During the 2009-2011 fiscal biennium, the legislature may transfer from  
35 the education construction fund to the state general fund such amounts  
36 as reflect the excess fund balance of the fund.

1 (b) Funds may be appropriated for any other purpose only if  
2 approved by a two-thirds vote of each house of the legislature and if  
3 approved by a vote of the people at the next general election. An  
4 appropriation approved by the people under this subsection shall result  
5 in an adjustment to the state expenditure limit only for the fiscal  
6 period for which the appropriation is made and shall not affect any  
7 subsequent fiscal period.

8 (3) Funds from the student achievement fund shall be appropriated  
9 to the superintendent of public instruction strictly for distribution  
10 to school districts to meet the provisions set out in the student  
11 achievement act. Allocations shall be made on an equal per full-time  
12 equivalent student basis to each school district.

13 **Sec. 940.** RCW 43.155.050 and 2008 c 328 s 6002 are each amended to  
14 read as follows:

15 (1) The public works assistance account is hereby established in  
16 the state treasury. Money may be placed in the public works assistance  
17 account from the proceeds of bonds when authorized by the legislature  
18 or from any other lawful source. Money in the public works assistance  
19 account shall be used to make loans and to give financial guarantees to  
20 local governments for public works projects. Moneys in the account may  
21 also be appropriated to provide for state match requirements under  
22 federal law for projects and activities conducted and financed by the  
23 board under the drinking water assistance account. Not more than  
24 fifteen percent of the biennial capital budget appropriation to the  
25 public works board from this account may be expended or obligated for  
26 preconstruction loans, emergency loans, or loans for capital facility  
27 planning under this chapter; of this amount, not more than ten percent  
28 of the biennial capital budget appropriation may be expended for  
29 emergency loans and not more than one percent of the biennial capital  
30 budget appropriation may be expended for capital facility planning  
31 loans. ~~((For the 2007-2009 biennium, moneys in the account may be used  
32 for grants for projects identified in section 138, chapter 488, Laws of  
33 2005, for the infrastructure investment system implementation plan  
34 identified in section 1022, chapter 328, Laws of 2008; for the interest  
35 rate buy-down pilot program identified in section 1004, chapter 328,  
36 Laws of 2008; and for the housing assistance, weatherization, and  
37 affordable housing program identified in section 1005, chapter 328,~~

1 ~~Laws of 2008-))~~ During the 2009-2011 fiscal biennium, the legislature  
2 may transfer from the public works assistance account to the general  
3 fund and the city-county assistance account such amounts as reflect the  
4 excess fund balance of the account.

5 (2) The job development fund is hereby established in the state  
6 treasury. ~~((Up to fifty million dollars each biennium from the public~~  
7 ~~works assistance account may be transferred into the job development~~  
8 ~~fund. Money in the job development fund may be used solely for job~~  
9 ~~development fund program grants, administrative expenses related to the~~  
10 ~~administration of the job development fund program created in RCW~~  
11 ~~43.160.230, and for the report prepared by the joint legislative audit~~  
12 ~~and review committee pursuant to RCW 44.28.801(2).))~~ Moneys in the job  
13 development fund may be spent only after appropriation. ~~((The board~~  
14 ~~shall prepare a prioritized list of proposed projects of up to fifty~~  
15 ~~million dollars as part of the department's 2007-09 biennial budget~~  
16 ~~request. The board may provide an additional alternate job development~~  
17 ~~fund project list of up to ten million dollars. The legislature may~~  
18 ~~remove projects from the list recommended by the board. The~~  
19 ~~legislature may not change the prioritization of projects recommended~~  
20 ~~for funding by the board, but may add projects from the alternate list~~  
21 ~~in order of priority, as long as the total funding does not exceed~~  
22 ~~fifty million dollars.))~~

23 **Sec. 941.** RCW 43.215.125 and 2008 c 164 s 2 are each amended to  
24 read as follows:

25 (1) ~~((Within existing funds))~~ For the 2009-2011 fiscal biennium, to  
26 the extent funds are appropriated for this purpose, the department  
27 shall develop a proposal for implementing a statewide Washington head  
28 start program. To the extent possible while maintaining quality  
29 standards, the proposal should align the state early childhood  
30 education and assistance program with federal head start program  
31 eligibility criteria, guidelines, performance standards, and  
32 methods/processes for ensuring continuous improvement in program  
33 quality. In this proposal, the department shall make recommendations  
34 that:

35 (a) Identify federal head start program guidelines, performance  
36 measures and standards, or other requirements for which state  
37 flexibility would be recommended. This shall include an analysis of

1 how state flexibility may impact outcomes for children and how that  
2 flexibility might deviate from outcomes associated with the federal  
3 standards. Areas to be examined must include, but are not limited to,  
4 transportation requirements, service hour configurations, delivery  
5 methods, and impact on rural programs;

6 (b) Provide comparative data regarding child performance,  
7 readiness, and educational outcomes for Washington's existing head  
8 start and early childhood education and assistance programs;

9 (c) Determine the alignment between head start standards and the  
10 recommendations of Washington learns;

11 (d) Identify any change in the state early childhood education and  
12 assistance program laws that would be required to implement the  
13 Washington head start proposal;

14 (e) Identify additional resources needed to meet federal guidelines  
15 and standards. Areas to be examined must include, but are not limited  
16 to: Per-child funding levels, professional development and training  
17 needs, facilities needs, and technical assistance;

18 (f) Identify state early childhood education and assistance  
19 programs that do and do not offer full-day, full-year services to  
20 children, and what transition steps would be needed for these programs  
21 to operate in the same manner as federal head start programs;

22 (g) Provide steps for phasing-in the Washington head start  
23 proposal;

24 (h) Include a timeline, strategy, and funding needs to implement a  
25 statewide, state-supported early head start program as a component of  
26 the Washington head start proposal; and

27 (i) Detail the process the department would take with the regional  
28 office of federal head start in identifying any exceptions or waivers  
29 needed to provide flexibility and maintain high quality standards.

30 (2) In developing its recommendations for this proposal, the  
31 department shall seek, where appropriate and available, training or  
32 technical assistance from the appropriate regional office of federal  
33 head start in order to maximize nonstate resources that might be  
34 available for the consultative work and research involved with  
35 developing this proposal. The department also shall consult with and  
36 solicit input from:

37 (a) State early childhood education and assistance program

1 providers on Indian reservations and across the state, including  
2 providers who operate solely state-supported programs;

3 (b) Tribal governments operating head start programs and early head  
4 start programs in the state to ensure that the needs of Indian and  
5 Alaskan native children and their families are incorporated into the  
6 recommendations of the proposal, especially as they pertain to  
7 standards or guidelines around language acquisition, school readiness,  
8 availability and need for services among Indian and Alaskan native  
9 children and their families, and curriculum development; and

10 (c) Providers operating migrant and seasonal head start programs in  
11 the state in order to address the needs of the children of migrant and  
12 seasonal farmworker families.

13 (3) The department shall make recommendations on how it would  
14 periodically review the standards and guidelines within the Washington  
15 head start program, including incorporation of the latest research and  
16 information on early childhood development as well as any new  
17 innovations that may further improve outcomes to low-income children  
18 and their families.

19 (4) The department's recommendations on a Washington head start  
20 proposal shall include how the proposal aligns with the department's  
21 current statutory duties. The recommendations shall also include any  
22 other options that may improve the quality of state-supported early  
23 learning programs.

24 (5) The department shall deliver its report to the governor and  
25 legislature by December 1, 2009.

26 **Sec. 942.** RCW 43.325.040 and 2007 c 348 s 305 are each amended to  
27 read as follows:

28 (1) The energy freedom account is created in the state treasury.  
29 All receipts from appropriations made to the account and any loan  
30 payments of principal and interest derived from loans made under this  
31 chapter must be deposited into the account. Moneys in the account may  
32 be spent only after appropriation. Expenditures from the account may  
33 be used only for assistance for projects consistent with this chapter  
34 or otherwise authorized by the legislature.

35 (2) The green energy incentive account is created in the state  
36 treasury as a subaccount of the energy freedom account. All receipts

1 from appropriations made to the green energy incentive account shall be  
2 deposited into the account, and may be spent only after appropriation.  
3 Expenditures from the account may be used only for:

4 (a) Refueling projects awarded under this chapter;

5 (b) Pilot projects for plug-in hybrids, including grants provided  
6 for the electrification program set forth in RCW 43.325.110; and

7 (c) Demonstration projects developed with state universities as  
8 defined in RCW 28B.10.016 and local governments that result in the  
9 design and building of a hydrogen vehicle fueling station.

10 (3) Any state agency receiving funding from the energy freedom  
11 account is prohibited from retaining greater than three percent of any  
12 funding provided from the energy freedom account for administrative  
13 overhead or other deductions not directly associated with conducting  
14 the research, projects, or other end products that the funding is  
15 designed to produce unless this provision is waived in writing by the  
16 director.

17 (4) Any university, institute, or other entity that is not a state  
18 agency receiving funding from the energy freedom account is prohibited  
19 from retaining greater than fifteen percent of any funding provided  
20 from the energy freedom account for administrative overhead or other  
21 deductions not directly associated with conducting the research,  
22 projects, or other end products that the funding is designed to  
23 produce.

24 (5) Subsections (2) through (4) of this section do not apply to  
25 assistance awarded for projects under RCW 43.325.020(3).

26 (6) During the 2009-2011 fiscal biennium, the legislature may  
27 transfer from the energy freedom account to the state general fund such  
28 amounts as reflect the excess fund balance of the account.

29 **Sec. 943.** RCW 43.330.250 and 2008 c 329 s 914 are each amended to  
30 read as follows:

31 (1) The economic development strategic reserve account is created  
32 in the state treasury to be used only for the purposes of this section.

33 (2) Only the governor, with the recommendation of the director of  
34 the department of community, trade, and economic development and the  
35 economic development commission, may authorize expenditures from the  
36 account.

1 (3) Expenditures from the account shall be made in an amount  
2 sufficient to fund a minimum of one staff position for the economic  
3 development commission and to cover any other operational costs of the  
4 commission.

5 (4) During the ((2007-2009)) 2009-2011 fiscal biennium, moneys in  
6 the account may also be transferred into the state general fund.

7 (5) Expenditures from the account may be made to prevent closure of  
8 a business or facility, to prevent relocation of a business or facility  
9 in the state to a location outside the state, or to recruit a business  
10 or facility to the state. Expenditures may be authorized for:

11 (a) Workforce development;

12 (b) Public infrastructure needed to support or sustain the  
13 operations of the business or facility; and

14 (c) Other lawfully provided assistance, including, but not limited  
15 to, technical assistance, environmental analysis, relocation  
16 assistance, and planning assistance. Funding may be provided for such  
17 assistance only when it is in the public interest and may only be  
18 provided under a contractual arrangement ensuring that the state will  
19 receive appropriate consideration, such as an assurance of job creation  
20 or retention.

21 (6) The funds shall not be expended from the account unless:

22 (a) The circumstances are such that time does not permit the  
23 director of the department of community, trade, and economic  
24 development or the business or facility to secure funding from other  
25 state sources;

26 (b) The business or facility produces or will produce significant  
27 long-term economic benefits to the state, a region of the state, or a  
28 particular community in the state;

29 (c) The business or facility does not require continuing state  
30 support;

31 (d) The expenditure will result in new jobs, job retention, or  
32 higher incomes for citizens of the state;

33 (e) The expenditure will not supplant private investment; and

34 (f) The expenditure is accompanied by private investment.

35 (7) No more than three million dollars per year may be expended  
36 from the account for the purpose of assisting an individual business or  
37 facility pursuant to the authority specified in this section.

1 (8) If the account balance in the strategic reserve account exceeds  
2 fifteen million dollars at any time, the amount in excess of fifteen  
3 million dollars shall be transferred to the education construction  
4 account.

5 **Sec. 944.** RCW 46.09.170 and 2007 c 522 s 953 and 2007 c 241 s 16  
6 are each reenacted and amended to read as follows:

7 (1) From time to time, but at least once each year, the state  
8 treasurer shall refund from the motor vehicle fund one percent of the  
9 motor vehicle fuel tax revenues collected under chapter 82.36 RCW,  
10 based on a tax rate of: (a) Nineteen cents per gallon of motor vehicle  
11 fuel from July 1, 2003, through June 30, 2005; (b) twenty cents per  
12 gallon of motor vehicle fuel from July 1, 2005, through June 30, 2007;  
13 (c) twenty-one cents per gallon of motor vehicle fuel from July 1,  
14 2007, through June 30, 2009; (d) twenty-two cents per gallon of motor  
15 vehicle fuel from July 1, 2009, through June 30, 2011; and (e) twenty-  
16 three cents per gallon of motor vehicle fuel beginning July 1, 2011,  
17 and thereafter, less proper deductions for refunds and costs of  
18 collection as provided in RCW 46.68.090.

19 (2) The treasurer shall place these funds in the general fund as  
20 follows:

21 (a) Thirty-six percent shall be credited to the ORV and nonhighway  
22 vehicle account and administered by the department of natural resources  
23 solely for acquisition, planning, development, maintenance, and  
24 management of ORV, nonmotorized, and nonhighway road recreation  
25 facilities, and information programs and maintenance of nonhighway  
26 roads;

27 (b) Three and one-half percent shall be credited to the ORV and  
28 nonhighway vehicle account and administered by the department of fish  
29 and wildlife solely for the acquisition, planning, development,  
30 maintenance, and management of ORV, nonmotorized, and nonhighway road  
31 recreation facilities and the maintenance of nonhighway roads;

32 (c) Two percent shall be credited to the ORV and nonhighway vehicle  
33 account and administered by the parks and recreation commission solely  
34 for the acquisition, planning, development, maintenance, and management  
35 of ORV, nonmotorized, and nonhighway road recreation facilities; and

36 (d) Fifty-eight and one-half percent shall be credited to the  
37 nonhighway and off-road vehicle activities program account to be



1 administered by the board for planning, acquisition, development,  
2 maintenance, and management of ORV, nonmotorized, and nonhighway road  
3 recreation facilities and for education, information, and law  
4 enforcement programs. The funds under this subsection shall be  
5 expended in accordance with the following limitations:

6 (i) Not more than thirty percent may be expended for education,  
7 information, and law enforcement programs under this chapter;

8 (ii) Not less than seventy percent may be expended for ORV,  
9 nonmotorized, and nonhighway road recreation facilities. Except as  
10 provided in (d)(iii) of this subsection, of this amount:

11 (A) Not less than thirty percent, together with the funds the board  
12 receives under RCW 46.09.110, may be expended for ORV recreation  
13 facilities;

14 (B) Not less than thirty percent may be expended for nonmotorized  
15 recreation facilities. Funds expended under this subsection  
16 (2)(d)(ii)(B) shall be known as Ira Spring outdoor recreation  
17 facilities funds; and

18 (C) Not less than thirty percent may be expended for nonhighway  
19 road recreation facilities;

20 (iii) The board may waive the minimum percentage cited in (d)(ii)  
21 of this subsection due to insufficient requests for funds or projects  
22 that score low in the board's project evaluation. Funds remaining  
23 after such a waiver must be allocated in accordance with board policy.

24 (3) On a yearly basis an agency may not, except as provided in RCW  
25 46.09.110, expend more than ten percent of the funds it receives under  
26 this chapter for general administration expenses incurred in carrying  
27 out this chapter.

28 (4) During the ~~((2007-09))~~ 2009-2011 fiscal biennium, the  
29 legislature may appropriate such amounts as reflect the excess fund  
30 balance in the NOVA account to the department of natural resources  
31 ~~((for planning and designing))~~ to install consistent off-road vehicle  
32 signage at department-managed recreation sites, and ~~((for planning))~~ to  
33 implement the recreation opportunities on department-managed lands in  
34 the Reiter block and Ahtanum state forest, and to the state parks and  
35 recreation commission for maintenance and operation of parks and to  
36 improve accessibility for boaters and off-road vehicle users. This  
37 appropriation is not required to follow the specific distribution  
38 specified in subsection (2) of this section.

1       **Sec. 945.** RCW 46.66.080 and 2007 c 199 s 27 are each amended to  
2 read as follows:

3       (1) The Washington auto theft prevention authority account is  
4 created in the state treasury, subject to appropriation. All revenues  
5 from the traffic infraction surcharge in RCW 46.63.110(7)(b) and all  
6 receipts from gifts, grants, bequests, devises, or other funds from  
7 public and private sources to support the activities of the auto theft  
8 prevention authority must be deposited into the account. Expenditures  
9 from the account may be used only for activities relating to motor  
10 vehicle theft, including education, prevention, law enforcement,  
11 investigation, prosecution, and confinement. During the 2009-2011  
12 fiscal biennium, the legislature may appropriate moneys from the  
13 Washington auto theft prevention authority account for criminal justice  
14 purposes and community building.

15       (2) The authority shall allocate moneys appropriated from the  
16 account to public agencies for the purpose of establishing,  
17 maintaining, and supporting programs that are designed to prevent motor  
18 vehicle theft, including:

19       (a) Financial support to prosecution agencies to increase the  
20 effectiveness of motor vehicle theft prosecution;

21       (b) Financial support to a unit of local government or a team  
22 consisting of units of local governments to increase the effectiveness  
23 of motor vehicle theft enforcement;

24       (c) Financial support for the procurement of equipment and  
25 technologies for use by law enforcement agencies for the purpose of  
26 enforcing motor vehicle theft laws; and

27       (d) Financial support for programs that are designed to educate and  
28 assist the public in the prevention of motor vehicle theft.

29       (3) The costs of administration shall not exceed ten percent of the  
30 moneys in the account in any one year so that the greatest possible  
31 portion of the moneys available to the authority is expended on  
32 combating motor vehicle theft.

33       (4) Prior to awarding any moneys from the Washington auto theft  
34 prevention authority account for motor vehicle theft enforcement, the  
35 auto theft prevention authority must verify that the financial award  
36 includes sufficient funding to cover proposed activities, which  
37 include, but are not limited to: (a) State, municipal, and county  
38 offender and juvenile confinement costs; (b) administration costs; (c)

1 law enforcement costs; (d) prosecutor costs; and (e) court costs, with  
2 a priority being given to ensuring that sufficient funding is available  
3 to cover state, municipal, and county offender and juvenile confinement  
4 costs.

5 (5) Moneys expended from the Washington auto theft prevention  
6 authority account under subsection (2) of this section shall be used to  
7 supplement, not supplant, other moneys that are available for motor  
8 vehicle theft prevention.

9 (6) Grants provided under subsection (2) of this section constitute  
10 reimbursement for purposes of RCW 43.135.060(1).

11 **Sec. 946.** RCW 50.16.010 and 2009 c 4 s 906 are each amended to  
12 read as follows:

13 (1) There shall be maintained as special funds, separate and apart  
14 from all public moneys or funds of this state an unemployment  
15 compensation fund, an administrative contingency fund, and a federal  
16 interest payment fund, which shall be administered by the commissioner  
17 exclusively for the purposes of this title, and to which RCW 43.01.050  
18 shall not be applicable.

19 (2)(a) The unemployment compensation fund shall consist of:

20 (i) All contributions collected under RCW 50.24.010 and payments in  
21 lieu of contributions collected pursuant to the provisions of this  
22 title;

23 (ii) Any property or securities acquired through the use of moneys  
24 belonging to the fund;

25 (iii) All earnings of such property or securities;

26 (iv) Any moneys received from the federal unemployment account in  
27 the unemployment trust fund in accordance with Title XII of the social  
28 security act, as amended;

29 (v) All money recovered on official bonds for losses sustained by  
30 the fund;

31 (vi) All money credited to this state's account in the unemployment  
32 trust fund pursuant to section 903 of the social security act, as  
33 amended;

34 (vii) All money received from the federal government as  
35 reimbursement pursuant to section 204 of the federal-state extended  
36 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304); and

37 (viii) All moneys received for the fund from any other source.

1 (b) All moneys in the unemployment compensation fund shall be  
2 commingled and undivided.

3 (3)(a) Except as provided in (b) of this subsection, the  
4 administrative contingency fund shall consist of:

5 (i) All interest on delinquent contributions collected pursuant to  
6 this title;

7 (ii) All fines and penalties collected pursuant to the provisions  
8 of this title;

9 (iii) All sums recovered on official bonds for losses sustained by  
10 the fund; and

11 (iv) Revenue received under RCW 50.24.014.

12 (b) All fees, fines, forfeitures, and penalties collected or  
13 assessed by a district court because of the violation of this title or  
14 rules adopted under this title shall be remitted as provided in chapter  
15 3.62 RCW.

16 (c) (~~During the 2007-2009 biennium~~) Except as provided in (d) of  
17 this subsection, moneys available in the administrative contingency  
18 fund, other than money in the special account created under RCW  
19 50.24.014(~~(1)(a)~~), shall be expended (~~as appropriated by the~~  
20 ~~legislature for the (i) cost of the job skills or worker retraining~~  
21 ~~programs at the community and technical colleges and administrative~~  
22 ~~costs at the state board for community and technical colleges, and (ii)~~  
23 ~~reemployment services such as business and project development~~  
24 ~~assistance, local economic development capacity building, and local~~  
25 ~~economic development financial assistance at the department of~~  
26 ~~community, trade, and economic development, and the remaining~~  
27 ~~appropriation~~) upon the direction of the commissioner, with the  
28 approval of the governor, whenever it appears to him or her that such  
29 expenditure is necessary solely for:

30 (i) The proper administration of this title and that insufficient  
31 federal funds are available for the specific purpose to which such  
32 expenditure is to be made, provided, the moneys are not substituted for  
33 appropriations from federal funds which, in the absence of such moneys,  
34 would be made available.

35 (ii) The proper administration of this title for which purpose  
36 appropriations from federal funds have been requested but not yet  
37 received, provided, the administrative contingency fund will be  
38 reimbursed upon receipt of the requested federal appropriation.

1 (iii) The proper administration of this title for which compliance  
2 and audit issues have been identified that establish federal claims  
3 requiring the expenditure of state resources in resolution. Claims  
4 must be resolved in the following priority: First priority is to  
5 provide services to eligible participants within the state; second  
6 priority is to provide substitute services or program support; and last  
7 priority is the direct payment of funds to the federal government.

8 (d)(i) During the 2007-2009 fiscal biennium, moneys available in  
9 the administrative contingency fund, other than money in the special  
10 account created under RCW 50.24.014(1)(a), shall be expended as  
11 appropriated by the legislature for: (A) The cost of the job skills or  
12 worker retraining programs at the community and technical colleges and  
13 administrative costs at the state board for community and technical  
14 colleges; and (B) reemployment services such as business and project  
15 development assistance, local economic development capacity building,  
16 and local economic development financial assistance at the department  
17 of community, trade, and economic development. The remaining  
18 appropriation may be expended as specified in (c) of this subsection.

19 (ii) During the 2009-2011 fiscal biennium, moneys available in the  
20 administrative contingency fund, other than money in the special  
21 account created under RCW 50.24.014(1)(a), shall be expended by the  
22 department of social and health services as appropriated by the  
23 legislature for employment and training services and programs in the  
24 WorkFirst program, and for the administrative costs of state agencies  
25 participating in the WorkFirst program. The remaining appropriation  
26 may be expended as specified in (c) of this subsection.

27 (4) Money in the special account created under RCW 50.24.014(1)(a)  
28 may only be expended, after appropriation, for the purposes specified  
29 in this section and RCW 50.62.010, 50.62.020, 50.62.030, 50.24.014,  
30 50.44.053, and 50.22.010.

31 **Sec. 947.** RCW 66.08.170 and 2002 c 371 s 917 are each amended to  
32 read as follows:

33 There shall be a fund, known as the "liquor revolving fund", which  
34 shall consist of all license fees, permit fees, penalties, forfeitures,  
35 and all other moneys, income, or revenue received by the board. The  
36 state treasurer shall be custodian of the fund. All moneys received by  
37 the board or any employee thereof, except for change funds and an

1 amount of petty cash as fixed by the board within the authority of law  
2 shall be deposited each day in a depository approved by the state  
3 treasurer and transferred to the state treasurer to be credited to the  
4 liquor revolving fund. During the ~~((2001-2003))~~ 2009-2011 fiscal  
5 biennium, the legislature may transfer funds from the liquor revolving  
6 account to the state general fund ~~((such amounts as reflect the excess  
7 fund balance of the fund and reductions made by the 2002 supplemental  
8 appropriations act for administrative efficiencies and savings))~~ and  
9 may direct an additional amount of liquor profits to be distributed to  
10 local governments. Neither the transfer of funds nor the additional  
11 distribution of liquor profits to local governments during the 2009-  
12 2011 fiscal biennium may reduce the excess fund distributions that  
13 otherwise would occur under RCW 66.08.190. Disbursements from the  
14 revolving fund shall be on authorization of the board or a duly  
15 authorized representative thereof. In order to maintain an effective  
16 expenditure and revenue control the liquor revolving fund shall be  
17 subject in all respects to chapter 43.88 RCW but no appropriation shall  
18 be required to permit expenditures and payment of obligations from such  
19 fund.

20 **Sec. 948.** RCW 67.40.040 and 2008 c 329 s 917 and 2008 c 328 s 6011  
21 are each reenacted and amended to read as follows:

22 (1) The proceeds from the sale of the bonds authorized in RCW  
23 67.40.030, proceeds of the taxes imposed under RCW 67.40.090 and  
24 67.40.130, and all other moneys received by the state convention and  
25 trade center from any public or private source which are intended to  
26 fund the acquisition, design, construction, expansion, exterior cleanup  
27 and repair of the Eagles building, conversion of various retail and  
28 other space to meeting rooms, purchase of the land and building known  
29 as the McKay Parcel, development of low-income housing, or renovation  
30 of the center, and those expenditures authorized under RCW 67.40.170  
31 shall be deposited in the state convention and trade center account  
32 hereby created in the state treasury and in such subaccounts as are  
33 deemed appropriate by the directors of the corporation.

34 (2) Moneys in the account, including unanticipated revenues under  
35 RCW 43.79.270, shall be used exclusively for the following purposes in  
36 the following priority:

1 (a) For reimbursement of the state general fund under RCW  
2 67.40.060;

3 (b) After appropriation by statute:

4 (i) For payment of expenses incurred in the issuance and sale of  
5 the bonds issued under RCW 67.40.030;

6 (ii) For expenditures authorized in RCW 67.40.170, and during the  
7 ~~((2007-2009))~~ 2009-2011 fiscal biennium, the legislature may transfer  
8 from the state convention and trade center account ~~((to the Washington  
9 housing trust account such amounts as reflect the excess fund balance  
10 in the account; and during the 2007-2009 biennium, the legislature may  
11 transfer from the state convention and trade center account))~~ to the  
12 general fund such amounts as reflect the excess fund balance in the  
13 account;

14 (iii) For acquisition, design, and construction of the state  
15 convention and trade center;

16 (iv) For debt service for the acquisition, design, and construction  
17 and retrofit of the museum of history and industry museum property or  
18 other future expansions of the convention center as approved by the  
19 legislature; and

20 (v) For reimbursement of any expenditures from the state general  
21 fund in support of the state convention and trade center; and

22 (c) For transfer to the state convention and trade center  
23 operations account.

24 (3) The corporation shall identify with specificity those  
25 facilities of the state convention and trade center that are to be  
26 financed with proceeds of general obligation bonds, the interest on  
27 which is intended to be excluded from gross income for federal income  
28 tax purposes. The corporation shall not permit the extent or manner of  
29 private business use of those bond-financed facilities to be  
30 inconsistent with treatment of such bonds as governmental bonds under  
31 applicable provisions of the Internal Revenue Code of 1986, as amended.

32 (4) In order to ensure consistent treatment of bonds authorized  
33 under RCW 67.40.030 with applicable provisions of the Internal Revenue  
34 Code of 1986, as amended, and notwithstanding RCW 43.84.092, investment  
35 earnings on bond proceeds deposited in the state convention and trade  
36 center account in the state treasury shall be retained in the account,  
37 and shall be expended by the corporation for the purposes authorized

1 under chapter 386, Laws of 1995 and in a manner consistent with  
2 applicable provisions of the Internal Revenue Code of 1986, as amended.

3 (5) Subject to the conditions in subsection (6) of this section,  
4 starting in fiscal year 2008, and except for the 2009-2011 fiscal  
5 biennium in which no transfers shall be made, the state treasurer shall  
6 transfer:

7 (a) The sum of four million dollars, or as much as may be available  
8 pursuant to conditions set forth in this section, from the state  
9 convention and trade center account to the tourism enterprise account,  
10 with the maximum transfer being four million dollars per fiscal year;  
11 and

12 (b) The sum of five hundred thousand dollars, or as much as may be  
13 available pursuant to conditions set forth in this section, from the  
14 state convention and trade center account to the tourism development  
15 and promotion account, with the maximum transfer being five hundred  
16 thousand dollars per fiscal year.

17 (6)(a) Funds required for debt service payments and reserves for  
18 bonds issued under RCW 67.40.030; for debt service authorized under RCW  
19 67.40.170; and for the issuance and sale of financial instruments  
20 associated with the acquisition, design, construction, and retrofit of  
21 the museum of history and industry museum property or for other future  
22 expansions of the center, as approved by the legislature, shall be  
23 maintained within the state convention and trade center account.

24 (b) Except for during the 2009-2011 fiscal biennium, during which  
25 no reserve shall be retained, no less than six million one hundred  
26 fifty thousand dollars per year shall be retained in the state  
27 convention and trade center account for funding capital maintenance as  
28 required by the center's long-term capital plan, facility enhancements,  
29 unanticipated replacements, and operating reserves for the convention  
30 center operation. This amount shall be escalated annually as follows:

31 (i) Four percent for annual inflation for capital maintenance,  
32 repairs, and replacement;

33 (ii) An additional two percent for enhancement to the facility; and

34 (iii) An additional three percent for growth in expenditure due to  
35 aging of the facility and the need to maintain an operating reserve.

36 (c) Sufficient funds shall be reserved within the state convention  
37 and trade center account to fund operating appropriations for the  
38 annual operation of the convention center.



1           **Sec. 949.** RCW 67.70.190 and 2005 c 427 s 2 are each amended to  
2 read as follows:

3           Unclaimed prizes shall be retained in the state lottery account for  
4 the person entitled thereto for one hundred eighty days after the  
5 drawing in which the prize is won, or after the official end of the  
6 game for instant prizes. If no claim is made for the prize within this  
7 time, all rights to the prize shall be extinguished, and the prize  
8 shall be retained in the state lottery fund for further use as prizes,  
9 except that one-third of all unclaimed prize money shall be deposited  
10 in the economic development strategic reserve account created in RCW  
11 43.330.250.

12           On July 1, 2009, June 30, 2010, and June 30, 2011, all unclaimed  
13 prize money retained in the state lottery fund in excess of three  
14 million dollars, excluding amounts distributed to the economic  
15 development strategic reserve account, shall be transferred into the  
16 state general fund.

17           **Sec. 950.** RCW 70.93.180 and 2005 c 518 s 939 are each amended to  
18 read as follows:

19           (1) There is hereby created an account within the state treasury to  
20 be known as the "waste reduction, recycling, and litter control  
21 account". Moneys in the account may be spent only after appropriation.  
22 Expenditures from the waste reduction, recycling, and litter control  
23 account shall be used as follows:

24           (a) Fifty percent to the department of ecology, for use by the  
25 departments of ecology, natural resources, revenue, transportation, and  
26 corrections, and the parks and recreation commission, for use in litter  
27 collection programs, to be distributed under RCW 70.93.220. The amount  
28 to the department of ecology shall also be used for a central  
29 coordination function for litter control efforts statewide, for the  
30 biennial litter survey under RCW 70.93.200(8), and for statewide public  
31 awareness programs under RCW 70.93.200(7). The amount to the  
32 department shall also be used to defray the costs of administering the  
33 funding, coordination, and oversight of local government programs for  
34 waste reduction, litter control, and recycling, so that local  
35 governments can apply one hundred percent of their funding to achieving  
36 program goals. The amount to the department of revenue shall be used  
37 to enforce compliance with the litter tax imposed in chapter 82.19 RCW;

1 (b) Twenty percent to the department for local government funding  
2 programs for waste reduction, litter control, and recycling activities  
3 by cities and counties under RCW 70.93.250, to be administered by the  
4 department of ecology; and

5 (c) Thirty percent to the department of ecology for waste reduction  
6 and recycling efforts.

7 (2) All taxes imposed in RCW 82.19.010 and fines and bail  
8 forfeitures collected or received pursuant to this chapter shall be  
9 deposited in the waste reduction, recycling, and litter control account  
10 and used for the programs under subsection (1) of this section.

11 (3) Not less than five percent and no more than ten percent of the  
12 amount appropriated into the waste reduction, recycling, and litter  
13 control account every biennium shall be reserved for capital needs,  
14 including the purchase of vehicles for transporting crews and for  
15 collecting litter and solid waste. Capital funds shall be distributed  
16 among state agencies and local governments according to the same  
17 criteria provided in RCW 70.93.220 for the remainder of the funds, so  
18 that the most effective waste reduction, litter control, and recycling  
19 programs receive the most funding. The intent of this subsection is to  
20 provide funds for the purchase of equipment that will enable the  
21 department to account for the greatest return on investment in terms of  
22 reaching a zero litter goal.

23 (4) During the ((2005-2007)) 2009-2011 fiscal biennium, the  
24 legislature may transfer from the waste reduction, recycling, and  
25 litter control account to the state general fund such amounts as  
26 reflect the excess fund balance of the account. For purposes of  
27 subsection (1) of this section, this transfer shall be treated as an  
28 expenditure for litter collection.

29 **Sec. 951.** RCW 70.105D.070 and 2008 c 329 s 921, 2008 c 329 s 920,  
30 2008 c 329 s 919, and 2008 c 328 s 6009 are each reenacted and amended  
31 to read as follows:

32 (1) The state toxics control account and the local toxics control  
33 account are hereby created in the state treasury.

34 (2) The following moneys shall be deposited into the state toxics  
35 control account: (a) Those revenues which are raised by the tax  
36 imposed under RCW 82.21.030 and which are attributable to that portion  
37 of the rate equal to thirty-three one-hundredths of one percent; (b)

1 the costs of remedial actions recovered under this chapter or chapter  
2 70.105A RCW; (c) penalties collected or recovered under this chapter;  
3 and (d) any other money appropriated or transferred to the account by  
4 the legislature. Moneys in the account may be used only to carry out  
5 the purposes of this chapter, including but not limited to the  
6 following activities:

7 (i) The state's responsibility for hazardous waste planning,  
8 management, regulation, enforcement, technical assistance, and public  
9 education required under chapter 70.105 RCW;

10 (ii) The state's responsibility for solid waste planning,  
11 management, regulation, enforcement, technical assistance, and public  
12 education required under chapter 70.95 RCW;

13 (iii) The hazardous waste cleanup program required under this  
14 chapter;

15 (iv) State matching funds required under the federal cleanup law;

16 (v) Financial assistance for local programs in accordance with  
17 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

18 (vi) State government programs for the safe reduction, recycling,  
19 or disposal of hazardous wastes from households, small businesses, and  
20 agriculture;

21 (vii) Hazardous materials emergency response training;

22 (viii) Water and environmental health protection and monitoring  
23 programs;

24 (ix) Programs authorized under chapter 70.146 RCW;

25 (x) A public participation program, including regional citizen  
26 advisory committees;

27 (xi) Public funding to assist potentially liable persons to pay for  
28 the costs of remedial action in compliance with cleanup standards under  
29 RCW 70.105D.030(2)(e) but only when the amount and terms of such  
30 funding are established under a settlement agreement under RCW  
31 70.105D.040(4) and when the director has found that the funding will  
32 achieve both (A) a substantially more expeditious or enhanced cleanup  
33 than would otherwise occur, and (B) the prevention or mitigation of  
34 unfair economic hardship; ~~((and))~~

35 (xii) Development and demonstration of alternative management  
36 technologies designed to carry out the hazardous waste management  
37 priorities of RCW 70.105.150; and

1        (xiii) During the 2009-2011 fiscal biennium, shoreline update  
2 technical assistance.

3        (3) The following moneys shall be deposited into the local toxics  
4 control account: Those revenues which are raised by the tax imposed  
5 under RCW 82.21.030 and which are attributable to that portion of the  
6 rate equal to thirty-seven one-hundredths of one percent.

7        (a) Moneys deposited in the local toxics control account shall be  
8 used by the department for grants or loans to local governments for the  
9 following purposes in descending order of priority:

10        (i) Remedial actions;

11        (ii) Hazardous waste plans and programs under chapter 70.105 RCW;

12        (iii) Solid waste plans and programs under chapters 70.95, 70.95C,  
13 70.95I, and 70.105 RCW;

14        (iv) Funds for a program to assist in the assessment and cleanup of  
15 sites of methamphetamine production, but not to be used for the initial  
16 containment of such sites, consistent with the responsibilities and  
17 intent of RCW 69.50.511; and

18        (v) Cleanup and disposal of hazardous substances from abandoned or  
19 derelict vessels, defined for the purposes of this section as vessels  
20 that have little or no value and either have no identified owner or  
21 have an identified owner lacking financial resources to clean up and  
22 dispose of the vessel, that pose a threat to human health or the  
23 environment.

24        (b) Funds for plans and programs shall be allocated consistent with  
25 the priorities and matching requirements established in chapters  
26 70.105, 70.95C, 70.95I, and 70.95 RCW, except that any applicant that  
27 is a Puget Sound partner, as defined in RCW 90.71.010, along with any  
28 project that is referenced in the action agenda developed by the Puget  
29 Sound partnership under RCW 90.71.310, shall, except as conditioned by  
30 RCW 70.105D.120, receive priority for any available funding for any  
31 grant or funding programs or sources that use a competitive bidding  
32 process. During the 2007-2009 fiscal biennium, moneys in the account  
33 may also be used for grants to local governments to retrofit public  
34 sector diesel equipment and for storm water planning and implementation  
35 activities.

36        (c) ~~((Funds may also be appropriated to the department of health to~~  
37 ~~implement programs to reduce testing requirements under the federal~~

1 ~~safe drinking water act for public water systems. The department of~~  
2 ~~health shall reimburse the account from fees assessed under RCW~~  
3 ~~70.119A.115 by June 30, 1995.~~

4 (d)) To expedite cleanups throughout the state, the department  
5 shall partner with local communities and liable parties for cleanups.  
6 The department is authorized to use the following additional strategies  
7 in order to ensure a healthful environment for future generations:

8 (i) The director may alter grant-matching requirements to create  
9 incentives for local governments to expedite cleanups when one of the  
10 following conditions exists:

11 (A) Funding would prevent or mitigate unfair economic hardship  
12 imposed by the clean-up liability;

13 (B) Funding would create new substantial economic development,  
14 public recreational, or habitat restoration opportunities that would  
15 not otherwise occur; or

16 (C) Funding would create an opportunity for acquisition and  
17 redevelopment of vacant, orphaned, or abandoned property under RCW  
18 70.105D.040(5) that would not otherwise occur;

19 (ii) The use of outside contracts to conduct necessary studies;

20 (iii) The purchase of remedial action cost-cap insurance, when  
21 necessary to expedite multiparty clean-up efforts.

22 (4) Except for unanticipated receipts under RCW 43.79.260 through  
23 43.79.282, moneys in the state and local toxics control accounts may be  
24 spent only after appropriation by statute.

25 (5) Except during the 2009-2011 fiscal biennium, one percent of the  
26 moneys deposited into the state and local toxics control accounts shall  
27 be allocated only for public participation grants to persons who may be  
28 adversely affected by a release or threatened release of a hazardous  
29 substance and to not-for-profit public interest organizations. The  
30 primary purpose of these grants is to facilitate the participation by  
31 persons and organizations in the investigation and remedying of  
32 releases or threatened releases of hazardous substances and to  
33 implement the state's solid and hazardous waste management priorities.

34 ~~((However, during the 1999-2001 fiscal biennium, funding may not be~~  
35 ~~granted to entities engaged in lobbying activities, and applicants may~~  
36 ~~not be awarded grants if their cumulative grant awards under this~~  
37 ~~section exceed two hundred thousand dollars.)) No grant may exceed  
38 sixty thousand dollars. Grants may be renewed annually. Moneys~~

1 appropriated for public participation from either account which are not  
2 expended at the close of any biennium shall revert to the state toxics  
3 control account.

4 (6) No moneys deposited into either the state or local toxics  
5 control account may be used for solid waste incinerator feasibility  
6 studies, construction, maintenance, or operation, or, after January 1,  
7 2010, for projects designed to address the restoration of Puget Sound,  
8 funded in a competitive grant process, that are in conflict with the  
9 action agenda developed by the Puget Sound partnership under RCW  
10 90.71.310.

11 (7) The department shall adopt rules for grant or loan issuance and  
12 performance.

13 (8) During the 2007-2009 and 2009-2011 fiscal (~~(biennium)~~) biennia,  
14 the legislature may transfer from the local toxics control account to  
15 (~~(the state toxics control)~~) either the state general fund or the oil  
16 spill prevention account, or both such amounts as reflect excess fund  
17 balance in the account.

18 (9) During the (~~(2007-2009)~~) 2009-2011 fiscal biennium, the local  
19 toxics control account may also be used for a standby rescue tug at  
20 Neah Bay, local government shoreline update grants, private and public  
21 sector \_ diesel \_ equipment \_ retrofit, \_ and \_ oil \_ spill \_ prevention,  
22 preparedness, and response activities.

23 (10) During the 2009-2011 fiscal biennium, the legislature may  
24 transfer from the state toxics control account to the state general  
25 fund such amounts as reflect the excess fund balance in the account.

26 **Sec. 952.** RCW 71.24.310 and 2006 c 333 s 107 are each amended to  
27 read as follows:

28 The legislature finds that administration of chapter 71.05 RCW and  
29 this chapter can be most efficiently and effectively implemented as  
30 part of the regional support network defined in RCW 71.24.025. For  
31 this reason, the legislature intends that the department and the  
32 regional support networks shall work together to implement chapter  
33 71.05 RCW as follows:

34 (1) By June 1, 2006, regional support networks shall recommend to  
35 the department the number of state hospital beds that should be  
36 allocated for use by each regional support network. The statewide

1 total allocation shall not exceed the number of state hospital beds  
2 offering long-term inpatient care, as defined in this chapter, for  
3 which funding is provided in the biennial appropriations act.

4 (2) If there is consensus among the regional support networks  
5 regarding the number of state hospital beds that should be allocated  
6 for use by each regional support network, the department shall contract  
7 with each regional support network accordingly.

8 (3) If there is not consensus among the regional support networks  
9 regarding the number of beds that should be allocated for use by each  
10 regional support network, the department shall establish by emergency  
11 rule the number of state hospital beds that are available for use by  
12 each regional support network. The emergency rule shall be effective  
13 September 1, 2006. The primary factor used in the allocation shall be  
14 the estimated number of (~~acutely and chronically mentally ill~~) adults  
15 with acute and chronic mental illness in each regional support network  
16 area, based upon population-adjusted incidence and utilization.

17 (4) The allocation formula shall be updated at least every three  
18 years to reflect demographic changes, and new evidence regarding the  
19 incidence of acute and chronic mental illness and the need for long-  
20 term inpatient care. In the updates, the statewide total allocation  
21 shall include (a) all state hospital beds offering long-term inpatient  
22 care for which funding is provided in the biennial appropriations act;  
23 plus (b) the estimated equivalent number of beds or comparable  
24 diversion services contracted in accordance with subsection (5) of this  
25 section.

26 (5) The department is encouraged to enter performance-based  
27 contracts with regional support networks to provide some or all of the  
28 regional support network's allocated long-term inpatient treatment  
29 capacity in the community, rather than in the state hospital. The  
30 performance contracts shall specify the number of patient days of care  
31 available for use by the regional support network in the state  
32 hospital.

33 (6) If a regional support network uses more state hospital patient  
34 days of care than it has been allocated under subsection (3) or (4) of  
35 this section, or than it has contracted to use under subsection (5) of  
36 this section, whichever is less, it shall reimburse the department for  
37 that care. The reimbursement rate per day shall be the hospital's

1 total annual budget for long-term inpatient care, divided by the total  
2 patient days of care assumed in development of that budget.

3 (7) One-half of any reimbursements received pursuant to subsection  
4 (6) of this section shall be used to support the cost of operating the  
5 state hospital and, during calendar year 2009, implementing new  
6 services that will enable a regional support network to reduce its  
7 utilization of the state hospital. The department shall distribute the  
8 remaining half of such reimbursements among regional support networks  
9 that have used less than their allocated or contracted patient days of  
10 care at that hospital, proportional to the number of patient days of  
11 care not used.

12 **Sec. 953.** RCW 74.08A.340 and 2008 c 329 s 922 are each amended to  
13 read as follows:

14 The department of social and health services shall operate the  
15 Washington WorkFirst program authorized under RCW 74.08A.200 through  
16 74.08A.330, 43.330.145, 43.215.545, and 74.25.040, and chapter 74.12  
17 RCW within the following constraints:

18 (1) The full amount of the temporary assistance for needy families  
19 block grant, plus qualifying state expenditures as appropriated in the  
20 biennial operating budget, shall be appropriated to the department each  
21 year in the biennial appropriations act to carry out the provisions of  
22 the program authorized in RCW 74.08A.200 through 74.08A.330,  
23 43.330.145, 43.215.545, and 74.25.040, and chapter 74.12 RCW.

24 (2)(a) The department may expend funds defined in subsection (1) of  
25 this section in any manner that will effectively accomplish the outcome  
26 measures defined in RCW 74.08A.410 with the following exception:  
27 Beginning with the 2007-2009 biennium, funds that constitute the  
28 working connections child care program, child care quality programs,  
29 and child care licensing functions.

30 (b) Beginning in the 2007-2009 fiscal biennium, the legislature  
31 shall appropriate and the departments of early learning and social and  
32 health services shall expend funds defined in subsection (1) of this  
33 section that constitute the working connections child care program,  
34 child care quality programs, and child care licensing functions in a  
35 manner that is consistent with the outcome measures defined in RCW  
36 74.08A.410.



1 (c) No more than fifteen percent of the amount provided in  
2 subsection (1) of this section may be spent for administrative  
3 purposes. For the purpose of this subsection, "administrative  
4 purposes" does not include expenditures for information technology and  
5 computerization needed for tracking and monitoring required by P.L.  
6 104-193. The department shall not increase grant levels to recipients  
7 of the program authorized in RCW 74.08A.200 through 74.08A.330 and  
8 43.330.145 and chapter 74.12 RCW, except as authorized in the omnibus  
9 appropriations act for the ((2007-2009)) 2009-2011 biennium.

10 (3) The department shall implement strategies that accomplish the  
11 outcome measures identified in RCW 74.08A.410 that are within the  
12 funding constraints in this section. Specifically, the department  
13 shall implement strategies that will cause the number of cases in the  
14 program authorized in RCW 74.08A.200 through 74.08A.330 and 43.330.145  
15 and chapter 74.12 RCW to decrease by at least fifteen percent during  
16 the 1997-99 biennium and by at least five percent in the subsequent  
17 biennium. The department may transfer appropriation authority between  
18 funding categories within the economic services program in order to  
19 carry out the requirements of this subsection.

20 (4) The department shall monitor expenditures against the  
21 appropriation levels provided for in subsection (1) of this section.  
22 The department shall quarterly make a determination as to whether  
23 expenditure levels will exceed available funding and communicate its  
24 finding to the legislature. If the determination indicates that  
25 expenditures will exceed funding at the end of the fiscal year, the  
26 department shall take all necessary actions to ensure that all services  
27 provided under this chapter shall be made available only to the extent  
28 of the availability and level of appropriation made by the legislature.

29 **Sec. 954.** RCW 74.13.621 and 2005 c 439 s 1 are each amended to  
30 read as follows:

31 (1) Within existing resources, the department shall establish an  
32 oversight committee to monitor, guide, and report on kinship care  
33 recommendations and implementation activities. The committee shall:

34 (a) Draft a kinship care definition that is restricted to persons  
35 related by blood, marriage, or adoption, including marriages that have  
36 been dissolved, or for a minor defined as an "Indian child" under the  
37 federal Indian child welfare act (25 U.S.C. Sec. 1901 et seq.), the

1 definition of "extended family member" under the federal Indian child  
2 welfare act, and a set of principles. If the committee concludes that  
3 one or more programs or services would be more efficiently and  
4 effectively delivered under a different definition of kin, it shall  
5 state what definition is needed, and identify the program or service in  
6 the report. It shall also provide evidence of how the program or  
7 service will be more efficiently and effectively delivered under the  
8 different definition. The department shall not adopt rules or policies  
9 changing the definition of kin without authorizing legislation;

10 (b) Monitor and provide consultation on the implementation of  
11 recommendations contained in the 2002 kinship care report, including  
12 but not limited to the recommendations relating to legal and respite  
13 care services and resources;

14 (c) Partner with nonprofit organizations and private sector  
15 businesses to guide a public education awareness campaign; and

16 (d) Assist with developing future recommendations on kinship care  
17 issues.

18 (2) The department shall consult with the oversight committee on  
19 its efforts to better collaborate and coordinate services to benefit  
20 kinship care families.

21 (3) The oversight committee must consist of a minimum of thirty  
22 percent kinship caregivers, who shall represent a diversity of kinship  
23 families. Statewide representation with geographic, ethnic, and gender  
24 diversity is required. Other members shall include representatives of  
25 the department, representatives of relevant state agencies,  
26 representatives of the private nonprofit and business sectors, child  
27 advocates, representatives of Washington state Indian tribes as defined  
28 under the federal Indian welfare act (25 U.S.C. Sec. 1901 et seq.), and  
29 representatives of the legal or judicial field. Birth parents, foster  
30 parents, and others who have an interest in these issues may also be  
31 included.

32 (4) To the extent funding is available, the department may  
33 reimburse nondepartmental members of the oversight committee for costs  
34 incurred in participating in the meetings of the oversight committee.

35 (5) The kinship care oversight committee shall update the  
36 legislature and governor annually on committee activities, with the  
37 first update due by January 1, 2006.

38 (6) This section expires (~~January 1, 2010~~) June 30, 2011.

1       **Sec. 955.** RCW 77.12.820 and 1997 c 422 s 5 are each amended to  
2 read as follows:

3       The eastern Washington pheasant enhancement account is created in  
4 the custody of the state treasurer. All receipts under RCW 77.12.810  
5 must be deposited in the account. Moneys in the account are subject to  
6 legislative appropriation and shall be used for the purpose of funding  
7 the eastern Washington pheasant enhancement program. The department  
8 may use moneys from the account to improve pheasant habitat or to  
9 purchase or produce pheasants. Except as otherwise provided in the  
10 omnibus appropriations act for the 2009-2011 fiscal biennium, not less  
11 than eighty percent of expenditures from the account must be used to  
12 purchase or produce pheasants. The eastern Washington pheasant  
13 enhancement account funds must not be used for the purchase of land.  
14 The account may be used to offer grants to improve pheasant habitat on  
15 public or private lands that are open to public hunting. The  
16 department may enter partnerships with private landowners, nonprofit  
17 corporations, cooperative groups, and federal or state agencies for the  
18 purposes of pheasant habitat enhancement in areas that will be  
19 available for public hunting.

20       **Sec. 956.** RCW 77.32.010 and 2008 c 329 s 923 are each amended to  
21 read as follows:

22       (1) Except as otherwise provided in this chapter, a recreational  
23 license issued by the director is required to hunt for or take wild  
24 animals or wild birds, fish for, take, or harvest fish, shellfish, and  
25 seaweed. A recreational fishing or shellfish license is not required  
26 for carp, smelt, and crawfish, and a hunting license is not required  
27 for bullfrogs.

28       (2) A permit issued by the department is required to park a motor  
29 vehicle upon improved department access facilities.

30       (3) During the ((2007-09)) 2009-2011 fiscal biennium to enable the  
31 implementation of the pilot project established in section 307, chapter  
32 329, Laws of 2008, a fishing permit issued to a nontribal member by the  
33 Colville Tribes shall satisfy the license requirements in subsection  
34 (1) of this section on the waters of Lake Rufus Woods and on the north  
35 shore of Lake Rufus Woods, and a Colville Tribes tribal member  
36 identification card shall satisfy the license requirements in  
37 subsection (1) of this section on all waters of Lake Rufus Woods.

1       **Sec. 957.** RCW 79.64.040 and 2007 c 522 s 958 are each amended to  
2 read as follows:

3       (1) The board shall determine the amount deemed necessary in order  
4 to achieve the purposes of this chapter and shall provide by rule for  
5 the deduction of this amount from the moneys received from all leases,  
6 sales, contracts, licenses, permits, easements, and rights-of-way  
7 issued by the department and affecting state lands and aquatic lands,  
8 provided that no deduction shall be made from the proceeds from  
9 agricultural college lands.

10       (2) Moneys received as deposits from successful bidders, advance  
11 payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150  
12 prior to December 1, 1981, which have not been subjected to deduction  
13 under this section are not subject to deduction under this section.

14       (3) Except as otherwise provided in subsection (5) of this section,  
15 the deductions authorized under this section shall not exceed twenty-  
16 five percent of the moneys received by the department in connection  
17 with any one transaction pertaining to state lands and aquatic lands  
18 other than second-class tide and shore lands and the beds of navigable  
19 waters, and fifty percent of the moneys received by the department  
20 pertaining to second-class tide and shore lands and the beds of  
21 navigable waters.

22       (4) In the event that the department sells logs using the contract  
23 harvesting process described in RCW 79.15.500 through 79.15.530, the  
24 moneys received subject to this section are the net proceeds from the  
25 contract harvesting sale.

26       (5) During the (~~(2007-2009)~~) 2009-2011 fiscal biennium, the twenty-  
27 five percent limitation on deductions set in subsection (3) of this  
28 section may be increased up to thirty percent by the board(~~(, provided~~  
29 ~~the total amount deducted does not exceed the total appropriations in~~  
30 ~~the operating and capital budgets for the fiscal period. At the end of~~  
31 ~~the fiscal period, any amounts deducted in excess of the appropriations~~  
32 ~~shall be transferred to the appropriate beneficiary distribution~~  
33 ~~accounts)).~~

34       **Sec. 958.** RCW 79A.25.080 and 2007 c 241 s 44 are each amended to  
35 read as follows:

36       (1) Moneys transferred to the recreation resource account from the  
37 marine fuel tax refund account may be used when appropriated by the

1 legislature, as well as any federal or other funds now or hereafter  
2 available, to pay the office and necessary administrative and  
3 coordinative costs of the recreation and conservation funding board  
4 established by RCW 79A.25.110. All moneys so transferred, except those  
5 appropriated as aforesaid, shall be divided into two equal shares and  
6 shall be used to benefit watercraft recreation in this state as  
7 follows:

8 ~~((1))~~ (a) One share as grants to state agencies for ~~((a))~~ (i)  
9 acquisition of title to, or any interests or rights in, marine  
10 recreation land, ~~((b))~~ (ii) capital improvement and renovation of  
11 marine recreation land, including periodic dredging in accordance with  
12 subsection ~~((3))~~ (2) of this section, if needed, to maintain or make  
13 the facility more useful, or ~~((e))~~ (iii) matching funds in any case  
14 where federal or other funds are made available on a matching basis for  
15 purposes described in (a)(i) or ~~((b))~~ (ii) of this subsection;

16 ~~((2))~~ (b) One share as grants to public bodies to help finance  
17 ~~((a))~~ (i) acquisition of title to, or any interests or rights in,  
18 marine recreation land, or ~~((b))~~ (ii) capital improvement and  
19 renovation of marine recreation land, including periodic dredging in  
20 accordance with subsection ~~((3))~~ (2) of this section, if needed, to  
21 maintain or make the facility more useful. A public body is authorized  
22 to use a grant, together with its own contribution, as matching funds  
23 in any case where federal or other funds are made available for  
24 purposes described in (a)(i) or ~~((b))~~ (ii) of this subsection. The  
25 board may prescribe further terms and conditions for the making of  
26 grants in order to carry out the purposes of this chapter.

27 ~~((3))~~ (2) For the purposes of this section "periodic dredging" is  
28 limited to dredging of materials that have been deposited in a channel  
29 due to unforeseen events. This dredging should extend the expected  
30 usefulness of the facility for at least five years.

31 (3) During the 2009-2011 fiscal biennium, the legislature may  
32 appropriate such amounts as reflect the excess fund balance in the  
33 recreation resource account to the state parks and recreation  
34 commission for maintenance and operation of parks and to improve  
35 accessibility for boaters and off-road vehicle users. This  
36 appropriation is not required to follow the specific distribution  
37 specified in subsection (1)(a) and (b) of this section.

1       **Sec. 959.** RCW 79.105.150 and 2008 c 299 s 28 are each amended to  
2 read as follows:

3       (1) After deduction for management costs as provided in RCW  
4 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys  
5 received by the state from the sale or lease of state-owned aquatic  
6 lands and from the sale of valuable material from state-owned aquatic  
7 lands shall be deposited in the aquatic lands enhancement account which  
8 is hereby created in the state treasury. After appropriation, these  
9 funds shall be used solely for aquatic lands enhancement projects; for  
10 the purchase, improvement, or protection of aquatic lands for public  
11 purposes; for providing and improving access to the lands; and for  
12 volunteer cooperative fish and game projects. During the 2009-11  
13 fiscal biennium, the legislature may transfer from the aquatic lands  
14 enhancement account to the state general fund such amounts as reflect  
15 excess fund balance of the account.

16       (2) In providing grants for aquatic lands enhancement projects, the  
17 recreation and conservation funding board shall:

18       (a) Require grant recipients to incorporate the environmental  
19 benefits of the project into their grant applications;

20       (b) Utilize the statement of environmental benefits, consideration,  
21 except as provided in RCW 79.105.610, of whether the applicant is a  
22 Puget Sound partner, as defined in RCW 90.71.010, whether a project is  
23 referenced in the action agenda developed by the Puget Sound  
24 partnership under RCW 90.71.310, and except as otherwise provided in  
25 RCW 79.105.630, and effective one calendar year following the  
26 development and statewide availability of model evergreen community  
27 management plans and ordinances under RCW 35.105.050, whether the  
28 applicant is an entity that has been recognized, and what gradation of  
29 recognition was received, in the evergreen community recognition  
30 program created in RCW 35.105.030 in its prioritization and selection  
31 process; and

32       (c) Develop appropriate outcome-focused performance measures to be  
33 used both for management and performance assessment of the grants.

34       (3) To the extent possible, the department should coordinate its  
35 performance measure system with other natural resource-related agencies  
36 as defined in RCW 43.41.270.

37       (4) The department shall consult with affected interest groups in  
38 implementing this section.

1 (5) After January 1, 2010, any project designed to address the  
2 restoration of Puget Sound may be funded under this chapter only if the  
3 project is not in conflict with the action agenda developed by the  
4 Puget Sound partnership under RCW 90.71.310.

5 **Sec. 960.** RCW 80.36.430 and 2004 c 254 s 2 are each amended to  
6 read as follows:

7 (1) The Washington telephone assistance program shall be funded by  
8 a telephone assistance excise tax on all switched access lines and by  
9 funds from any federal government or other programs for this purpose.  
10 Switched access lines are defined in RCW 82.14B.020. The telephone  
11 assistance excise tax shall be applied equally to all residential and  
12 business access lines not to exceed fourteen cents per month. The  
13 department shall submit an approved annual budget for the Washington  
14 telephone assistance program to the department of revenue no later than  
15 March 1st prior to the beginning of each fiscal year. The department  
16 of revenue shall then determine the amount of telephone assistance  
17 excise tax to be placed on each switched access line and shall inform  
18 local exchange companies and the utilities and transportation  
19 commission of this amount no later than May 1st. The department of  
20 revenue shall determine the amount of telephone assistance excise tax  
21 by dividing the total of the program budget funded by the telephone  
22 assistance excise tax, as submitted by the department, by the total  
23 number of switched access lines in the prior calendar year. The  
24 telephone assistance excise tax shall be separately identified on each  
25 ratepayer's bill as the "Washington telephone assistance program." All  
26 money collected from the telephone assistance excise tax shall be  
27 transferred to a telephone assistance fund administered by the  
28 department.

29 (2) Local exchange companies shall bill the fund for their expenses  
30 incurred in offering the telephone assistance program, including  
31 administrative and program expenses. The department shall disburse the  
32 money to the local exchange companies. The department is exempted from  
33 having to conclude a contract with local exchange companies in order to  
34 effect this reimbursement. The department shall recover its  
35 administrative costs from the fund. The department may specify by rule  
36 the range and extent of administrative and program expenses that will  
37 be reimbursed to local exchange companies.

1 (3) The department shall enter into an agreement with the  
2 department of community, trade, and economic development for an amount  
3 not to exceed eight percent of the prior fiscal year's total revenue  
4 for the administrative and program expenses of providing community  
5 service voice mail services. The community service voice mail service  
6 may include toll-free lines in community action agencies through which  
7 recipients can access their community service voice mailboxes at no  
8 charge.

9 (4) During the 2009-2011 biennium, the department shall enter into  
10 an agreement with the military department for one million dollars to  
11 support the WIN 211 program.

12 **Sec. 961.** RCW 86.26.007 and 2005 c 518 s 947 are each amended to  
13 read as follows:

14 The flood control assistance account is hereby established in the  
15 state treasury. At the beginning of the 2005-2007 fiscal biennium, the  
16 state treasurer shall transfer three million dollars from the general  
17 fund to the flood control assistance account. Each biennium thereafter  
18 the state treasurer shall transfer four million dollars from the  
19 general fund to the flood control assistance account, except that  
20 during the 2009-2011 fiscal biennium, the state treasurer shall  
21 transfer two million dollars from the general fund to the flood control  
22 assistance account. Moneys in the flood control assistance account may  
23 be spent only after appropriation for purposes specified under this  
24 chapter.

25 NEW SECTION. **Sec. 962.** Section 940 of this act expires June 30,  
26 2011.

27 NEW SECTION. **Sec. 963.** Section 946 of this act expires June 30,  
28 2016.

(End of part)



PART X

GENERAL GOVERNMENT

Sec. 1001. 2009 c 4 s 101 (uncodified) is amended to read as follows:

FOR THE HOUSE OF REPRESENTATIVES

General Fund--State Appropriation (FY 2008)	. . . . .	\$34,807,000
General Fund--State Appropriation (FY 2009)	. . . . .	<del>(\$35,053,000)</del>
		<u>\$35,483,000</u>
Pension Funding Stabilization Account		
Appropriation	. . . . .	\$560,000
TOTAL APPROPRIATION	. . . . .	<del>(\$70,420,000)</del>
		<u>\$70,850,000</u>

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

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

(2) \$52,000 of the general fund--state appropriation for fiscal year 2009 is provided solely for the implementation of Third Substitute House Bill No. 1741 (oral history). If the bill is not enacted by June 30, 2008, the amount provided in this subsection shall lapse.

(3) \$194,000 of the general fund--state appropriation for fiscal year 2008 and \$194,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the legislature to contract for an independent economic and actuarial analysis of health care reform proposals pursuant to Engrossed Substitute Senate Bill No. 6333. The results of this evaluation will be submitted to the governor, the health and fiscal policy committees of the legislature, and the work group by December 15, 2008.

Sec. 1002. 2009 c 4 s 110 (uncodified) is amended to read as follows:

FOR THE COURT OF APPEALS

General Fund--State Appropriation (FY 2008)	. . . . .	\$16,092,000
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1	General Fund--State Appropriation (FY 2009) . . . . .	(\$16,765,000)
2		<u>\$16,813,000</u>
3	TOTAL APPROPRIATION . . . . .	(\$32,857,000)
4		<u>\$32,905,000</u>

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

7 (1) \$100,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$100,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely for chapter 34, Laws of 2007  
10 (Senate Bill No. 5351, court of appeals judges' travel).

11 (2) In addition to other reductions, the reduced appropriations in  
12 this section reflect an additional \$376,000 reduction in administrative  
13 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
14 state government administrative costs). These administrative  
15 reductions shall be achieved, to the greatest extent possible, by  
16 reducing those administrative costs that do not affect direct client  
17 services or direct service delivery or programs.

18 **Sec. 1003.** 2009 c 4 s 112 (uncodified) is amended to read as  
19 follows:

20 **FOR THE ADMINISTRATOR FOR THE COURTS**

21	General Fund--State Appropriation (FY 2008) . . . . .	\$30,659,000
22	General Fund--State Appropriation (FY 2009) . . . . .	(\$33,239,000)
23		<u>\$33,294,000</u>
24	Public Safety and Education Account--State	
25	Appropriation (FY 2008) . . . . .	\$22,558,000
26	Public Safety and Education Account--State	
27	Appropriation (FY 2009) . . . . .	(\$23,694,000)
28		<u>\$23,713,000</u>
29	Equal Justice Subaccount of the Public Safety and	
30	Education Account--State Appropriation (FY 2008) . . . . .	\$3,175,000
31	Equal Justice Subaccount of the Public Safety and	
32	Education Account--State Appropriation (FY 2009) . . . . .	\$3,175,000
33	Judicial Information Systems Account--State	
34	Appropriation . . . . .	\$40,923,000
35	TOTAL APPROPRIATION . . . . .	(\$157,423,000)
36		<u>\$157,497,000</u>

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

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

19 (2) \$300,000 of the general fund--state appropriation for fiscal  
20 year 2008, \$300,000 of the general fund--state appropriation for fiscal  
21 year 2009, \$1,500,000 of the public safety and education account--state  
22 appropriation for fiscal year 2008, and \$1,500,000 of the public safety  
23 and education account--state appropriation for fiscal year 2009 are  
24 provided solely for school districts for petitions to juvenile court  
25 for truant students as provided in RCW 28A.225.030 and 28A.225.035.  
26 The office of the administrator for the courts shall develop an  
27 interagency agreement with the superintendent of public instruction to  
28 allocate the funding provided in this subsection. Allocation of this  
29 money to school districts shall be based on the number of petitions  
30 filed. This funding includes amounts school districts may expend on  
31 the cost of serving petitions filed under RCW 28A.225.030 by certified  
32 mail or by personal service or for the performance of service of  
33 process for any hearing associated with RCW 28A.225.030.

34 (3)(a) \$1,640,000 of the general fund--state appropriation for  
35 fiscal year 2008, \$1,641,000 of the general fund--state appropriation  
36 for fiscal year 2009, \$6,612,000 of the public safety and education  
37 account--state appropriation for fiscal year 2008, and \$6,612,000 of  
38 the public safety and education account--state appropriation for fiscal

1 year 2009 are provided solely for distribution to county juvenile court  
2 administrators to fund the costs of processing truancy, children in  
3 need of services, and at-risk youth petitions. The administrator for  
4 the courts, in conjunction with the juvenile court administrators,  
5 shall develop an equitable funding distribution formula. The formula  
6 shall neither reward counties with higher than average per-petition  
7 processing costs nor shall it penalize counties with lower than average  
8 per-petition processing costs.

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

20 (4) The distributions made under this subsection and distributions  
21 from the county criminal justice assistance account made pursuant to  
22 section 801 of this act constitute appropriate reimbursement for costs  
23 for any new programs or increased level of service for purposes of RCW  
24 43.135.060.

25 (5) \$325,000 of the general fund--state appropriation for fiscal  
26 year 2008 is provided solely for the completion of the juror pay pilot  
27 and research project.

28 (6) \$830,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$1,170,000 of the general fund--state appropriation for  
30 fiscal year 2009 are provided solely for improving interpreter services  
31 at the trial court level.

32 (a) Of these amounts, \$170,000 for fiscal year 2008 and \$170,000  
33 for fiscal year 2009 are provided solely to assist trial courts in  
34 developing and implementing language assistance plans. The  
35 administrator of the courts, in consultation with the interpreter  
36 commission, shall adopt language assistance plan standards consistent  
37 with chapters 2.42 and 2.43 RCW. The standards shall include  
38 guidelines on local community input, provisions on notifying court

1 users on the right and methods to obtain an interpreter, information on  
2 training for judges and court personnel, procedures for identifying and  
3 appointing an interpreter, access to translations of commonly used  
4 forms, and processes to evaluate the development and implementation of  
5 the plan.

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

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

30 (7) \$443,000 of the general fund--state appropriation for fiscal  
31 year 2008 and \$543,000 of the general fund--state appropriation for  
32 fiscal year 2009 are provided solely for the implementation of Second  
33 Substitute Senate Bill No. 5470 (dissolution proceedings). If the bill  
34 is not enacted by June 30, 2007, the amounts provided in this  
35 subsection shall lapse. Within the amounts provided:

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

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

5 (c) \$350,000 of the general fund--state appropriation for fiscal  
6 year 2008 and \$350,000 of the general fund--state appropriation for  
7 fiscal year 2009 are provided solely for distribution to counties to  
8 provide guardian ad litem services for the indigent for a reduced or  
9 waived fee;

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

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

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

34 (ii) Discussion with and presentation to the department of  
35 information systems and the information services board regarding the  
36 impact on the state agencies dependent on successful data exchange with  
37 the judicial information system and the results of the feasibility  
38 studies.

1 (b) The judicial information systems committee shall provide  
2 quarterly updates to the appropriate committees of the legislature and  
3 the department of information systems on the status of implementation  
4 of the core case management system.

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

9 (9) \$534,000 of the general fund--state appropriation for fiscal  
10 year 2008 and \$949,000 of the general fund--state appropriation for  
11 fiscal year 2009 are provided solely for Substitute Senate Bill No.  
12 5320 (public guardianship office). If the bill is not enacted by June  
13 30, 2007, the amounts provided in this subsection shall lapse.

14 (10) \$29,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$102,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for the twenty-third superior  
17 court judge position in Pierce county. The funds appropriated in this  
18 subsection shall be expended only if the judge is appointed and serving  
19 on the bench.

20 (11) \$800,000 of the general fund--state appropriation for fiscal  
21 year 2009 is provided solely to implement Second Substitute House Bill  
22 No. 2822 (family and juvenile court). If the bill is not enacted by  
23 June 30, 2008, the amount provided in this subsection shall lapse.

24 (12) \$90,000 of the general fund--state appropriation for fiscal  
25 year 2009 is provided solely to implement Second Substitute House Bill  
26 No. 2903 (access coordinator). If the bill is not enacted by June 30,  
27 2008, the amount provided in this subsection shall lapse.

28 (13) In addition to other reductions, the reduced appropriations in  
29 this section reflect an additional \$207,000 reduction in administrative  
30 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
31 state government administrative costs). These administrative  
32 reductions shall be achieved, to the greatest extent possible, by  
33 reducing those administrative costs that do not affect direct client  
34 services or direct service delivery or programs.

35 (14) \$55,000 of the general fund--state appropriation for fiscal  
36 year 2009 is provided solely for the 53rd superior court judge position  
37 in King county. The amounts provided in this subsection shall be  
38 expended only if the judge is appointed and serving on the bench.





1 fiscal year 2009 are provided solely for legal advertising of state  
2 measures under RCW 29A.52.330.

3 (4)(a) \$2,465,000 of the general fund--state appropriation for  
4 fiscal year 2008 and \$2,501,000 of the general fund--state  
5 appropriation for fiscal year 2009 are provided solely for contracting  
6 with a nonprofit organization to produce gavel-to-gavel television  
7 coverage of state government deliberations and other events of  
8 statewide significance during the 2007-09 biennium. The funding level  
9 for each year of the contract shall be based on the amount provided in  
10 this subsection. The nonprofit organization shall be required to raise  
11 contributions or commitments to make contributions, in cash or in kind,  
12 in an amount equal to forty percent of the state contribution. The  
13 office of the secretary of state may make full or partial payment once  
14 all criteria in this subsection have been satisfactorily documented.

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

20 (c) The nonprofit organization shall prepare an annual independent  
21 audit, an annual financial statement, and an annual report, including  
22 benchmarks that measure the success of the nonprofit organization in  
23 meeting the intent of the program.

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

26 (i) Attempting to influence the passage or defeat of any  
27 legislation by the legislature of the state of Washington, by any  
28 county, city, town, or other political subdivision of the state of  
29 Washington, or by the congress, or the adoption or rejection of any  
30 rule, standard, rate, or other legislative enactment of any state  
31 agency;

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

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

35 (5) \$45,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$45,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for humanities Washington's "we  
38 the people" community conversations program.

1 (6) \$575,000 of the general fund--state appropriation for fiscal  
2 year 2008 is provided solely for settlement costs and attorney fees  
3 resulting from the resolution of *Washington Association of Churches, et*  
4 *al. v. Reed*, United States District Court Western District of  
5 Washington at Seattle, Case No. CV06-0726RSM.

6 **Sec. 1005.** 2009 c 4 s 124 (uncodified) is amended to read as  
7 follows:

8 **FOR THE ATTORNEY GENERAL**

9	General Fund--State Appropriation (FY 2008) . . . . .	\$6,262,000
10	General Fund--State Appropriation (FY 2009) . . . . .	\$5,541,000
11	General Fund--Federal Appropriation . . . . .	\$3,960,000
12	Public Safety and Education Account--State	
13	Appropriation (FY 2008) . . . . .	\$1,143,000
14	Public Safety and Education Account--State	
15	Appropriation (FY 2009) . . . . .	\$1,228,000
16	New Motor Vehicle Arbitration Account--State	
17	Appropriation . . . . .	\$1,312,000
18	Legal Services Revolving Account--State	
19	Appropriation . . . . .	<del>(\$229,579,000)</del>
20		<u>\$231,391,000</u>
21	Tobacco Prevention and Control Account--State	
22	Appropriation . . . . .	\$270,000
23	TOTAL APPROPRIATION . . . . .	<del>(\$249,295,000)</del>
24		<u>\$251,107,000</u>

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

27 (1) The attorney general shall report each fiscal year on actual  
28 legal services expenditures and actual attorney staffing levels for  
29 each agency receiving legal services. The report shall be submitted to  
30 the office of financial management and the fiscal committees of the  
31 senate and house of representatives no later than ninety days after the  
32 end of each fiscal year.

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

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

21 (4) \$69,000 of the legal services revolving fund--state  
22 appropriation is provided solely for Engrossed Substitute Senate Bill  
23 No. 6001 (climate change). If the bill is not enacted by June 30, 2007,  
24 the amount provided in this subsection shall lapse.

25 (5) \$44,000 of the legal services revolving fund--state  
26 appropriation is provided solely for Substitute Senate Bill No. 5972  
27 (surface mining reclamation). If the bill is not enacted by June 30,  
28 2007, the amount provided in this subsection shall lapse.

29 (6) \$110,000 of the legal services revolving account--state  
30 appropriation is provided solely for implementation of Second  
31 Substitute House Bill No. 3274 (port district contracting). If the  
32 bill is not enacted by June 30, 2008, the amount provided in this  
33 subsection shall lapse.

34 (7) \$346,000 of the legal services revolving account--state  
35 appropriation is provided solely for implementation of sections 2 and  
36 3 of Engrossed Second Substitute House Bill No. 3205 (child long-term  
37 well-being). If the bill is not enacted by June 30, 2008, the amount  
38 provided in this subsection shall lapse.

1 (8) \$492,000 of the legal services revolving account--state  
2 appropriation is provided solely for implementation of Second  
3 Substitute Senate Bill No. 6732 (construction industry). If the bill  
4 is not enacted by June 30, 2008, the amount provided in this subsection  
5 shall lapse.

6 (9) The agency shall submit a staffing model that supports the need  
7 for increased resources due to casework associated with the sexually  
8 violent predator population to the office of financial management and  
9 the fiscal committees of the legislature by October 31, 2008.

10 (10) The attorney general shall deposit to the health services  
11 account at least \$680,000 from the *cy pres* monetary portion of the  
12 consent decree in settlement of the consumer protection act litigation  
13 against Caremark Rx, LLC (King county superior court cause no. 08-2-  
14 06098-5). These moneys shall be expended pursuant to legislative  
15 appropriation consistent with the terms of the consent decree.

16 **Sec. 1006.** 2009 c 4 s 128 (uncodified) is amended to read as  
17 follows:

18 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

19	General Fund--State Appropriation (FY 2008) . . . . .	\$24,110,000
20	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$33,485,000)</del>
21		<u>\$33,835,000</u>
22	General Fund--Federal Appropriation . . . . .	\$23,934,000
23	General Fund--Private/Local Appropriation . . . . .	\$1,269,000
24	State Auditing Services Revolving Account--State	
25	Appropriation . . . . .	\$25,000
26	Violence Reduction and Drug Enforcement Account--	
27	State Appropriation (FY 2008) . . . . .	\$123,000
28	Economic Development Strategic Reserve Account--	
29	State Appropriation . . . . .	\$175,000
30	TOTAL APPROPRIATION . . . . .	<del>(\$83,121,000)</del>
31		<u>\$83,471,000</u>

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

34 (1) \$33,000 of the general fund--state appropriation for fiscal  
35 year 2008 and \$58,000 of the general fund--state appropriation for  
36 fiscal year 2009 are provided for a contract with the Ruckelshaus  
37 center to continue the agricultural pilot programs that identify

1 projects to enhance farm income and improve natural resource  
2 protection. Specific work will include project outreach and  
3 refinement, stakeholder support, staffing the oversight committee,  
4 seeking federal and private match funding, and further refining the  
5 list of projects to be recommended for funding.

6 (2) \$155,000 of the general fund--state appropriation for fiscal  
7 year 2008 and \$254,000 of the general fund--state appropriation for  
8 fiscal year 2009 are provided for a contract with the Ruckelshaus  
9 center to fund "proof-of-concept" model and projects recommended by the  
10 oversight committee, as provided in subsection (1) of this section.

11 (3) \$580,000 of the general fund--state appropriation for fiscal  
12 year 2008 and \$505,000 of the general fund--state appropriation for  
13 fiscal year 2009 are provided solely to the association of Washington  
14 cities and the Washington state association of counties for improving  
15 project permitting and mitigation processes.

16 (4) \$320,000 of the general fund--state appropriation for fiscal  
17 year 2008 and \$270,000 of the general fund--state appropriation for  
18 fiscal year 2009 are provided solely for the office of regulatory  
19 assistance to develop statewide multiagency permits for transportation  
20 infrastructure and other projects that integrate local, state, and  
21 federal permit requirements and mitigation standards.

22 (5) \$1,050,000 of the general fund--state appropriation for fiscal  
23 year 2008 and \$1,050,000 of the general fund--state appropriation for  
24 fiscal year 2009 are provided solely to implement Second Substitute  
25 Senate Bill No. 5122 (regulatory assistance programs). If the bill is  
26 not enacted by June 30, 2007, the amounts provided in this subsection  
27 shall lapse.

28 (6) \$190,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$90,000 of the general fund--state appropriation for  
30 fiscal year 2009 are provided solely to implement chapter 139, Laws of  
31 2007 (student transportation funding) which requires development of two  
32 options for a new K-12 pupil transportation funding formula.

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

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

8 (8) \$474,000 of the general fund--state appropriation for fiscal  
9 year 2008 and \$331,000 of the general fund--state appropriation for  
10 fiscal year 2009 are provided solely for the implementation of sections  
11 50 through 57 (health resources strategy) of Engrossed Second  
12 Substitute Senate Bill No. 5930 (blue ribbon commission on health  
13 care). If the bill is not enacted by June 2007, the amounts provided  
14 in this subsection shall lapse.

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

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

26 (11) \$250,000 of the general fund--state appropriation for fiscal  
27 year 2008 is provided solely for the office of financial management to  
28 establish and provide staff support for the Washington citizens' work  
29 group on health care reform, pursuant to Engrossed Substitute Senate  
30 Bill No. 6333.

31 (12) \$11,372,000 of the general fund--state appropriation for  
32 fiscal year 2009 is provided solely for the development and  
33 implementation of the Washington assessment of student learning (WASL)  
34 and related activities and is in addition to the funding amounts  
35 provided in section 511 of this act. The funding provided in this  
36 subsection is subject to the following conditions and limitations: The  
37 office of financial management shall develop an interagency agreement  
38 with the office of the superintendent of public instruction for the

1 expenditure of these funds based on a quarterly allotment schedule.  
2 Before releasing funds to the office of the superintendent of public  
3 instruction each quarter, the office of financial management shall  
4 ensure compliance with this subsection. Effective with the 2009  
5 administration of the Washington assessment of student learning, while  
6 maintaining the reliability and validity of the assessment, the office  
7 of the superintendent of public instruction shall redesign the  
8 assessment in the content areas of reading, mathematics, and science in  
9 all grades except high school by shortening test administration,  
10 reducing the number of short answer and extended response questions,  
11 and potentially decreasing the number of items utilized in the  
12 assessment, particularly in grades tested under the requirements of the  
13 federal no child left behind act. In selecting and developing the new  
14 contractual obligations for the assessment contractor beginning in  
15 fiscal year 2009, the office of the superintendent of public  
16 instruction shall preserve legislative authority to set the student  
17 learning assessment policy and potentially make minor or significant  
18 changes to that policy in the future with the least amount of adverse  
19 fiscal and other impacts to the state as possible. In doing this, the  
20 office of the superintendent of public instruction shall advise and  
21 consult with the appropriate policy and fiscal committees of the  
22 legislature and the Washington assessment of student learning work  
23 group created in this subsection. Within the amounts appropriated in  
24 this subsection, a legislative work group on the Washington assessment  
25 of student learning is established. The work group will consist of a  
26 maximum of nine members. Legislative members shall be appointed by the  
27 president of the senate and the speaker of the house of representatives  
28 and shall represent the two largest caucuses of both the senate and the  
29 house of representatives. The purpose of this work group is to review  
30 and evaluate the current assessment system by January 1, 2009, and  
31 potentially make recommendations to improve it. Of the amount provided  
32 in this section, \$150,000 is provided solely for costs associated with  
33 hiring independent technical experts to advise the Washington  
34 assessment of student learning work group created in this subsection.

35 (13) Through prior legislation, many state activities that protect  
36 the general public by safeguarding health, safety, employees, and  
37 consumers are supported by fees assessed on items such as licensing,  
38 registration, certification, and inspections. Moreover, higher

1 education, workforce training, and a number of other government  
2 services are supported at least in part by fees assessed on those who  
3 participate in these programs. Therefore, the office of financial  
4 management shall conduct a review and analysis of all fees for which  
5 the legislature has delegated to state agencies and institutions of  
6 higher education the ability to establish and determine the amount,  
7 either upon initial establishment or subsequent increases. Fees, as  
8 used in this subsection, has the same meaning as used in RCW  
9 43.135.055. The objective of the review and analysis is to document  
10 the level of fees paid over the past five years, the cost of those  
11 programs over that same time period, and, to the extent available, the  
12 effectiveness of the activity in meeting its performance targets. The  
13 review and analysis shall include the following information:

14 (a) Information about the program, including the statutory  
15 authority for the program, date enacted, and the parties that benefit  
16 from the program; and

17 (b) Information about the program fees, including name and  
18 description of the fees, the parties that bear the cost of the fees,  
19 the methodology for determining the fees, and whether the fees directly  
20 fund the program; and

21 (c) Financial related information, including an assessment of the  
22 program's fee amount assessed over the past five years, the scope of  
23 the program and related costs over the past 5 years, and whether the  
24 program's expenditures are subject to appropriation or allotment  
25 procedures under chapter 43.88 RCW; and

26 (d) To the extent available, information on the program activities  
27 and related performance measures that may assist in assessing the  
28 effectiveness of the program in achieving its goals.

29 The office of financial management shall report its findings to the  
30 governor and the fiscal committees of the legislature by October 1,  
31 2008.

32 (14) In addition to other reductions, the reduced appropriations in  
33 this section reflect an additional \$305,000 reduction in administrative  
34 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
35 state government administrative costs). These administrative  
36 reductions shall be achieved, to the greatest extent possible, by  
37 reducing those administrative costs that do not affect direct client  
38 services or direct service delivery or programs.



1        **Sec. 1007.** 2009 c 4 s 129 (uncodified) is amended to read as  
2 follows:

3 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

4	Administrative Hearings Revolving Account--State	
5	Appropriation . . . . .	(( <del>\$32,702,000</del> ))
6		<u>\$32,163,000</u>

7        **Sec. 1008.** 2009 c 4 s 135 (uncodified) is amended to read as  
8 follows:

9 **FOR THE DEPARTMENT OF REVENUE**

10	General Fund--State Appropriation (FY 2008) . . . . .	\$98,150,000
11	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$103,003,000</del> ))
12		<u>\$97,782,000</u>
13	Timber Tax Distribution Account--State	
14	Appropriation . . . . .	\$5,788,000
15	Waste Reduction/Recycling/Litter Control--State	
16	Appropriation . . . . .	\$128,000
17	Waste Tire Removal Account--State Appropriation . . . . .	\$2,000
18	Real Estate Excise Tax Grant Account--State	
19	Appropriation . . . . .	\$3,000,000
20	State Toxics Control Account--State Appropriation . . . . .	\$87,000
21	Oil Spill Prevention Account--State Appropriation . . . . .	\$16,000
22	Pension Funding Stabilization Account	
23	Appropriation . . . . .	\$2,370,000
24	TOTAL APPROPRIATION . . . . .	(( <del>\$212,544,000</del> ))
25		<u>\$207,323,000</u>

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

28        (1) \$95,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$71,000 of the general fund--state appropriation for  
30 fiscal year 2009 are for the implementation of Substitute House Bill  
31 No. 1002 (taxation of vessels). If the bill is not enacted by June 30,  
32 2007, the amounts in this subsection shall lapse.

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

1 (3)(a) \$50,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$25,000 of the general fund--state appropriation for  
3 fiscal year 2009 are provided solely to conduct a study of the taxation  
4 of electronically delivered products. The legislature recognizes that  
5 chapter . . . (Engrossed Substitute House Bill No. 1981), Laws of 2007,  
6 relates to specific types of electronically delivered products and does  
7 not address the taxation of numerous other types of electronically  
8 delivered products. Therefore, a policy question remains concerning  
9 the sales and use taxation of other electronically delivered products.

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

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

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

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

28 (iii) The committee shall choose its chair from among its  
29 membership.

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

1 alternatives to the excise taxation of electronically delivered  
2 products.

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

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

13 (4) \$250,000 of the general fund--state appropriation for fiscal  
14 year 2009 is for the implementation of Engrossed Substitute Senate Bill  
15 No. 6809 (working families tax exemption). If the bill is not enacted  
16 by June 30, 2008, the amounts in this subsection shall lapse. This  
17 subsection does not constitute approval of the exemption under section  
18 2, chapter . . . (ESSB 6809), Laws of 2008 or authorize payments of  
19 remittances.

20 (5) \$22,000 of the general fund--state appropriation for fiscal  
21 year 2009 is for the implementation of Second Substitute House Bill No.  
22 3104 (domestic partnerships). If the bill is not enacted by June 30,  
23 2008, the amounts in this subsection shall lapse.

24 (6) In addition to other reductions, the reduced appropriations in  
25 this section reflect an additional \$214,000 reduction in administrative  
26 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
27 state government administrative costs). These administrative  
28 reductions shall be achieved, to the greatest extent possible, by  
29 reducing those administrative costs that do not affect direct client  
30 services or direct service delivery or programs.

31 **Sec. 1009.** 2009 c 4 s 140 (uncodified) is amended to read as  
32 follows:

33 **FOR THE DEPARTMENT OF GENERAL ADMINISTRATION**

34	General Fund--State Appropriation (FY 2008) . . . . .	\$591,000
35	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$557,000)</del>
36		<u>\$783,000</u>
37	General Fund--Federal Appropriation . . . . .	\$3,651,000

1 General Administration Service Account--State  
2 Appropriation . . . . . \$36,893,000  
3 TOTAL APPROPRIATION . . . . . ~~(\$41,692,000)~~  
4 \$41,918,000

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

7 (1) \$100,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$100,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely for the temporary emergency food  
10 assistance program.

11 (2) Within the appropriations in this section, specific funding is  
12 provided to implement Second Substitute House Bill No. 1332 (affordable  
13 housing).

14 (3) \$391,000 of the general administration services account--state  
15 appropriation for fiscal year 2009 is provided solely for  
16 implementation of costs associated with the planning of agency moves  
17 out of the general administration building.

18 (4) The department shall work with the office of financial  
19 management to develop a plan that balances revenues and expenditures  
20 for each line of business within the general administration services  
21 account. State agency rates developed for the 2009-2011 biennium must  
22 equitably and reasonably reflect the actual cost of services provided  
23 to state agencies including the appropriate allocation of agency  
24 overhead costs. By August 31, 2008, the department shall submit to the  
25 office of financial management and the fiscal committees of the  
26 legislature financial statements for each line of business that shall  
27 inform the basis for agency rate development for the forthcoming  
28 biennium.

29 (5) The department shall submit a report to the office of financial  
30 management and the fiscal committees of the legislature that responds  
31 to each of the state auditor's motor pool audit recommendations by  
32 August 31, 2008. This report shall consist of recommendations that  
33 have been adopted by the department, progress made towards achieving  
34 those recommendations not yet completed, and justification for why the  
35 department is unable to fulfill any of the recommendations in the  
36 report.



1 **FOR THE MILITARY DEPARTMENT**

2	General Fund--State Appropriation (FY 2008) . . . . .	\$12,430,000
3	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$11,353,000)</del>
4		<u>\$11,526,000</u>
5	General Fund--Federal Appropriation . . . . .	\$129,334,000
6	General Fund--Private/Local Appropriation . . . . .	\$2,000
7	Enhanced 911 Account--State Appropriation . . . . .	\$42,293,000
8	Disaster Response Account--State Appropriation . . . . .	<del>(\$24,454,000)</del>
9		<u>\$27,820,000</u>
10	Disaster Response Account--Federal Appropriation . . . . .	<del>(\$86,757,000)</del>
11		<u>\$98,441,000</u>
12	Military Department Rent and Lease Account--State	
13	Appropriation . . . . .	\$814,000
14	Worker and Community Right-to-Know Account--State	
15	Appropriation . . . . .	\$337,000
16	Nisqually Earthquake Account--State Appropriation . . . . .	<del>(\$556,000)</del>
17		<u>\$215,000</u>
18	Nisqually Earthquake Account--Federal Appropriation . . . . .	<del>(\$1,269,000)</del>
19		<u>\$1,382,000</u>
20	TOTAL APPROPRIATION . . . . .	<del>(\$309,599,000)</del>
21		<u>\$324,594,000</u>

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

24 (1) ~~(\$24,454,000)~~ \$27,820,000 of the disaster response account--  
25 state appropriation and ~~(\$86,757,000)~~ \$98,441,000 of the disaster  
26 response account--federal appropriation may be spent only on disasters  
27 declared by the governor and with the approval of the office of  
28 financial management. The military department shall submit a report  
29 quarterly to the office of financial management and the legislative  
30 fiscal committees detailing information on the disaster response  
31 account, including: (a) The amount and type of deposits into the  
32 account; (b) the current available fund balance as of the reporting  
33 date; and (c) the projected fund balance at the end of the 2007-2009  
34 biennium based on current revenue and expenditure patterns.

35 (2) ~~(\$556,000)~~ \$215,000 of the Nisqually earthquake account--  
36 state appropriation and ~~(\$1,269,000)~~ \$1,382,000 of the Nisqually  
37 earthquake account--federal appropriation are provided solely for  
38 response and recovery costs associated with the February 28, 2001,

1 earthquake. The military department shall submit a report quarterly to  
2 the office of financial management and the legislative fiscal  
3 committees detailing earthquake recovery costs, including: (a)  
4 Estimates of total costs; (b) incremental changes from the previous  
5 estimate; (c) actual expenditures; (d) estimates of total remaining  
6 costs to be paid; and (e) estimates of future payments by biennium.  
7 This information shall be displayed by fund, by type of assistance, and  
8 by amount paid on behalf of state agencies or local organizations. The  
9 military department shall also submit a report quarterly to the office  
10 of financial management and the legislative fiscal committees detailing  
11 information on the Nisqually earthquake account, including: (a) The  
12 amount and type of deposits into the account; (b) the current available  
13 fund balance as of the reporting date; and (c) the projected fund  
14 balance at the end of the 2007-2009 biennium based on current revenue  
15 and expenditure patterns.

16 (3) \$61,000,000 of the general fund--federal appropriation is  
17 provided solely for homeland security, subject to the following  
18 conditions:

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

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

25 (c) The department shall submit a quarterly report to the office of  
26 financial management and the legislative fiscal committees detailing  
27 the governor's domestic security advisory group recommendations;  
28 homeland security revenues and expenditures, including estimates of  
29 total federal funding for the state; incremental changes from the  
30 previous estimate, planned and actual homeland security expenditures by  
31 the state and local governments with this federal funding; and matching  
32 or accompanying state or local expenditures; and

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

37 (4) Within the funds appropriated in this section, the department

1 shall implement Substitute House Bill No. 1507 (uniformed service  
2 shared leave).

3 (5) \$1,000,000 of the general fund--state appropriation for fiscal  
4 year 2008 and \$1,000,000 of the general fund--state appropriation for  
5 fiscal year 2009 are provided solely for the military department to  
6 contract with the Washington information network 2-1-1 to operate a  
7 statewide 2-1-1 system. The department shall provide the entire amount  
8 for 2-1-1 and shall not take any of the funds for administrative  
9 purposes.

10 (6) \$200,000 of the enhanced 911 account--state appropriation is  
11 provided solely for the department to recommend an appropriate funding  
12 mechanism for the implementation of next generation 911. The  
13 department shall consult with the utilities and transportation  
14 commission, the department of revenue, local governments, and  
15 representatives from companies providing telecommunications services in  
16 order to complete the report required under this subsection. The  
17 department may also consult with other public safety and medical  
18 associations in order to complete the study. The department shall  
19 submit the report to the finance committee and the technology, energy,  
20 and communications committee of the house of representatives, and the  
21 ways and means committee and the water, energy, and telecommunications  
22 committee of the senate, by December 1, 2008.

23 **Sec. 1013.** 2009 c 4 s 151 (uncodified) is amended to read as  
24 follows:

25 **FOR THE GROWTH MANAGEMENT HEARINGS BOARD**

26	General Fund--State Appropriation (FY 2008) . . . . .	\$1,893,000
27	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$1,878,000</del> ))
28		<u>\$1,924,000</u>
29	TOTAL APPROPRIATION . . . . .	(( <del>\$3,771,000</del> ))
30		<u>\$3,817,000</u>

31 **Sec. 1014.** 2008 c 329 s 151 (uncodified) is amended to read as  
32 follows:

33 **FOR THE STATE CONVENTION AND TRADE CENTER**

34	State Convention and Trade Center Account--State	
35	Appropriation . . . . .	(( <del>\$44,773,000</del> ))
36		<u>\$39,769,000</u>



1	State Convention and Trade Center Operating	
2	Account--State Appropriation . . . . .	\$53,750,000
3	TOTAL APPROPRIATION . . . . .	((\$98,523,000))
4		<u>\$93,519,000</u>

(End of part)

PART XI  
HUMAN SERVICES

**Sec. 1101.** 2008 c 329 s 201 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES.** (1) 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) 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.

(4) The department is 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 this Washington medicaid integration partnership

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

22 (5)(a) The appropriations to the department of social and health  
23 services in this act shall be expended for the programs and in the  
24 amounts specified in this act. However, after May 1, (~~2008~~) 2009,  
25 unless specifically prohibited by this act, the department may transfer  
26 general fund--state appropriations for fiscal year (~~2008~~) 2009 among  
27 programs after approval by the director of financial management.  
28 However, the department shall not transfer state moneys that are  
29 provided solely for a specified purpose except as expressly provided in  
30 (b) of this subsection.

31 (b) To the extent that transfers under (a) of this subsection are  
32 insufficient to fund actual expenditures in excess of fiscal year  
33 (~~2008~~) 2009 caseload forecasts and utilization assumptions in the  
34 medical assistance, long-term care, foster care, adoption support, and  
35 child support programs, the department may transfer state moneys that  
36 are provided solely for a specified purpose. The department shall not  
37 transfer funds, and the director of financial management shall not  
38 approve the transfer, unless the transfer is consistent with the

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

10 **Sec. 1102.** 2009 c 4 s 201 (uncodified) is amended to read as  
 11 follows:

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

14	General Fund--State Appropriation (FY 2008) . . . . .	\$316,353,000
15	General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$338,838,000 ))</del>
16		<u>\$340,780,000</u>
17	General Fund--Federal Appropriation . . . . .	<del>(( \$490,314,000 ))</del>
18		<u>\$500,718,000</u>
19	General Fund--Private/Local Appropriation . . . . .	\$2,187,000
20	Domestic Violence Prevention Account--State	
21	Appropriation . . . . .	\$1,000,000
22	Public Safety and Education Account--State	
23	Appropriation (FY 2008) . . . . .	\$3,251,000
24	Public Safety and Education Account--State	
25	Appropriation (FY 2009) . . . . .	\$3,254,000
26	Violence Reduction and Drug Enforcement Account--State	
27	Appropriation (FY 2008) . . . . .	\$2,934,000
28	Violence Reduction and Drug Enforcement Account--State	
29	Appropriation (FY 2009) . . . . .	\$2,934,000
30	Pension Funding Stabilization Account--State	
31	Appropriation . . . . .	\$2,298,000
32	TOTAL APPROPRIATION . . . . .	<del>(( \$1,163,363,000 ))</del>
33		<u>\$1,175,709,000</u>

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

- 36 (1) \$3,063,000 of the general fund--state appropriation for fiscal

1 year 2008 and \$2,993,000 of the general fund--state appropriation for  
2 fiscal year 2009 are provided solely for the category of services  
3 titled "intensive family preservation services."

4 (2) \$945,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$993,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely to contract for the operation of  
7 one pediatric interim care facility. The facility shall provide  
8 residential care for up to seventeen children through two years of age.  
9 Seventy-five percent of the children served by the facility must be in  
10 need of special care as a result of substance abuse by their mothers.  
11 The facility shall also provide on-site training to biological,  
12 adoptive, or foster parents. The facility shall provide at least three  
13 months of consultation and support to parents accepting placement of  
14 children from the facility. The facility may recruit new and current  
15 foster and adoptive parents for infants served by the facility. The  
16 department shall not require case management as a condition of the  
17 contract.

18 (3) \$375,000 of the general fund--state appropriation for fiscal  
19 year 2008, \$375,000 of the general fund--state appropriation for fiscal  
20 year 2009, and \$322,000 of the general fund--federal appropriation are  
21 provided solely for up to three nonfacility-based programs for the  
22 training, consultation, support, and recruitment of biological, foster,  
23 and adoptive parents of children through age three in need of special  
24 care as a result of substance abuse by their mothers, except that each  
25 program may serve up to three medically fragile nonsubstance-abuse-  
26 affected children. In selecting nonfacility-based programs, preference  
27 shall be given to programs whose federal or private funding sources  
28 have expired or that have successfully performed under the existing  
29 pediatric interim care program.

30 (4) \$125,000 of the general fund--state appropriation for fiscal  
31 year 2008 and \$125,000 of the general fund--state appropriation for  
32 fiscal year 2009 are provided solely for a foster parent retention  
33 program. This program is directed at foster parents caring for  
34 children who act out sexually.

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

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

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

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

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

22 (10) \$41,000 of the general fund--state appropriation for fiscal  
23 year 2008, \$37,000 of the general fund--state appropriation for fiscal  
24 year 2009, and \$34,000 of the general fund--federal appropriation are  
25 provided solely for the implementation of Substitute House Bill No.  
26 1472 (child welfare).

27 (11) \$858,000 of the general fund--state appropriation for fiscal  
28 year 2008, \$809,000 of the general fund--state appropriation for fiscal  
29 year 2009, and \$715,000 of the general fund--federal appropriation are  
30 provided solely to implement Engrossed Substitute Senate Bill No. 5774  
31 (background checks), including sections 6 and 7. If the bill is not  
32 enacted by June 30, 2007, the amounts provided in this subsection shall  
33 lapse.

34 (12) \$4,962,000 of the general fund--state appropriation for fiscal  
35 year 2008, \$4,586,000 of the general fund--state appropriation for  
36 fiscal year 2009, and \$9,548,000 of the general fund--federal  
37 appropriation are provided solely for development and implementation of  
38 a statewide automated child welfare information system.

1 (13) \$126,000 of the general fund--state appropriation for fiscal  
2 year 2009 and \$55,000 of the general fund--federal appropriation are  
3 provided solely to implement Substitute Senate Bill No. 5321 (child  
4 welfare). If the bill is not enacted by June 30, 2007, the amounts  
5 provided in this subsection shall lapse.

6 (14) \$707,000 of the general fund--state appropriation for fiscal  
7 year 2008, \$680,000 of the general fund--state appropriation for fiscal  
8 year 2009, and \$594,000 of the general fund--federal appropriation are  
9 provided solely for the implementation of Second Substitute House Bill  
10 No. 1334 (child welfare proceedings). If the bill is not enacted by  
11 June 30, 2007, the amounts provided in this subsection shall lapse.

12 (15) \$2,237,000 of the general fund--state appropriation for fiscal  
13 year 2008, \$2,238,000 of the general fund--state appropriation for  
14 fiscal year 2009, and \$1,918,000 of the general fund--federal  
15 appropriation are provided solely for the implementation of Substitute  
16 House Bill No. 1333 (child welfare). If the bill is not enacted by  
17 June 30, 2007, the amounts provided in this subsection shall lapse.

18 (16) \$137,000 of the general fund--state appropriation for fiscal  
19 year 2008, \$137,000 of the general fund--state appropriation for fiscal  
20 year 2009, and \$118,000 of the general fund--federal appropriation are  
21 provided solely for implementation of Substitute House Bill No. 1287  
22 (foster children). If the bill is not enacted by June 30, 2007, the  
23 amounts provided in this subsection shall lapse.

24 (17) \$50,000 of the general fund--state appropriation for fiscal  
25 year 2008 is provided solely for the department to contract with the  
26 Washington state institute for public policy to study evidence-based,  
27 cost-effective programs and policies to reduce the likelihood of  
28 children entering and remaining in the child welfare system, including  
29 both prevention and intervention programs. If the department does not  
30 receive \$100,000 in matching funds from a private organization for the  
31 purpose of conducting this study, the amount provided in this  
32 subsection shall lapse. The study shall be completed by April 30,  
33 2008. The department shall cooperate with the institute in  
34 facilitating access to data in their administrative systems. The board  
35 of the Washington state institute for public policy may adjust the due  
36 date for this project as necessary to efficiently manage workload.

37 (18) \$103,000 of the general fund--state appropriation for fiscal  
38 year 2008, \$407,000 of the general fund--state appropriation for fiscal

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

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

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

22 (21) \$60,000 of the general fund--state appropriation for fiscal  
23 year 2008, \$20,000 of the general fund--state appropriation for fiscal  
24 year 2009, and \$35,000 of the general fund--federal appropriation are  
25 provided solely for implementation of Engrossed Substitute House Bill  
26 No. 1624 (child welfare). If the bill is not enacted by June 30, 2007,  
27 the amounts provided in this subsection shall lapse.

28 (22) \$49,000 of the general fund--state appropriation for fiscal  
29 year 2008, \$24,000 of the general fund--state appropriation for fiscal  
30 year 2009, and \$35,000 of the general fund--federal appropriation are  
31 provided solely for the implementation of chapter 384, Laws of 2007.

32 (23) The department shall work with the exclusive bargaining  
33 representative for the children's administration social workers to  
34 prioritize social worker tasks and devise methods by which to alleviate  
35 from the social workers' workload lower priority tasks. Discussions on  
36 methods shall include the use of contracting services and home support  
37 specialists. The department and the bargaining representative shall



1 jointly report their efforts to the appropriate committees of the  
2 legislature by submitting a progress report no later than July 1, 2008,  
3 and a final report by November 15, 2008.

4 (24) \$10,000 of the general fund--state appropriation for fiscal  
5 year 2009 is provided solely for the department to contract with the  
6 largest nonprofit organization in the state conducting education and  
7 outreach on RCW 13.34.360, the safety of newborn children law.

8 (25) \$616,000 of the general fund--state appropriation for fiscal  
9 year 2009 and \$184,000 of the general fund--federal appropriation are  
10 provided solely to contract with medical professionals for  
11 comprehensive safety assessments of high-risk families. The safety  
12 assessments will use validated assessment tools to guide intervention  
13 decisions through the identification of additional safety and risk  
14 factors. \$400,000 of this amount is for comprehensive safety  
15 assessments for families receiving in-home child protective services or  
16 family voluntary services. \$400,000 of this amount is for  
17 comprehensive safety assessments of families with an infant age birth  
18 to fifteen days where the infant was, at birth, diagnosed as substance  
19 exposed and the department received an intake referral related to the  
20 infant due to the substance exposure.

21 (26) \$42,000 of the general fund--state appropriation for fiscal  
22 year 2009 and \$29,000 of the general fund--federal appropriation are  
23 provided solely for the department to implement Second Substitute  
24 Senate Bill No. 6206 (child fatality). If the bill is not enacted by  
25 June 30, 2008, the amounts provided in this subsection shall lapse.

26 (27) \$857,000 of the general fund--state appropriation for fiscal  
27 year 2009 and \$140,000 of the general fund--federal appropriation are  
28 provided solely for implementation of Engrossed Second Substitute House  
29 Bill No. 3145 (foster parent licensing). If the bill is not enacted by  
30 June 30, 2008, the amounts provided in this subsection shall lapse.

31 (28) \$415,000 of the general fund--state appropriation for fiscal  
32 year 2008, \$469,000 of the general fund--state appropriation for fiscal  
33 year 2009, and \$264,000 of the general fund--federal appropriation are  
34 provided solely for the hiring of staff to expedite the phase-in of the  
35 state's policy of a private and individual face-to-face visit each  
36 month with children in out-of-home care and in-home dependencies and  
37 their caregivers.

1 (29) \$109,000 of the general fund--state appropriation for fiscal  
2 year 2009 and \$35,000 of the general fund--federal appropriation are  
3 provided solely to implement sections 2 and 3 of Engrossed Second  
4 Substitute House Bill No. 3205 (child long-term well-being). If the  
5 bill is not enacted by June 30, 2008, the amounts provided in this  
6 subsection shall lapse.

7 (30) The appropriations in this section provide specific funds to  
8 implement Engrossed Substitute Senate Bill No. 6792 (dependency  
9 matters).

10 (31) \$812,000 of the general fund--state appropriation for fiscal  
11 year 2009 and \$256,000 of the general fund--federal appropriation are  
12 provided solely for the department to hire additional staff to perform  
13 child health education and tracking screens.

14 (32) \$1,829,000 of the general fund--state appropriation for fiscal  
15 year 2009 and \$578,000 of the general fund--federal appropriation are  
16 provided solely for the department to contract with ((nonprofit))  
17 organizations to facilitate twice-monthly visits between siblings  
18 living apart from each other in out-of-home care.

19 (33) The department shall not close any secure crisis residential  
20 center facilities. The total number of statewide secure crisis  
21 residential center beds is reduced from 63 to 44.

22 **Sec. 1103.** 2009 c 4 s 202 (uncodified) is amended to read as  
23 follows:

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

26	General Fund--State Appropriation (FY 2008) . . . . .	\$87,822,000
27	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$84,716,000</del> ))
28		<u>\$82,553,000</u>
29	General Fund--Federal Appropriation . . . . .	(( <del>\$5,662,000</del> ))
30		<u>\$5,870,000</u>
31	General Fund--Private/Local Appropriation . . . . .	\$1,898,000
32	Reinvesting in Youth--State Appropriation . . . . .	\$1,414,000
33	Washington Auto Theft Prevention Authority Account--	
34	State Appropriation . . . . .	\$171,000
35	Violence Reduction and Drug Enforcement Account--State	
36	Appropriation (FY 2008) . . . . .	\$21,975,000
37	Violence Reduction and Drug Enforcement Account--State	

1	Appropriation (FY 2009) . . . . .	\$22,078,000
2	Juvenile Accountability Incentive Account--Federal	
3	Appropriation . . . . .	\$2,510,000
4	Pension Funding Stabilization Account--State	
5	Appropriation . . . . .	\$2,200,000
6	TOTAL APPROPRIATION . . . . .	<del>(\$230,446,000)</del>
7		<u>\$228,491,000</u>

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

10 (1) \$353,000 of the violence reduction and drug enforcement account  
11 appropriation for fiscal year 2008 and \$353,000 of the violence  
12 reduction and drug enforcement account appropriation for fiscal year  
13 2009 are provided solely for deposit in the county criminal justice  
14 assistance account for costs to the criminal justice system associated  
15 with the implementation of chapter 338, Laws of 1997 (juvenile code  
16 revisions). The amounts provided in this subsection are intended to  
17 provide funding for county adult court costs associated with the  
18 implementation of chapter 338, Laws of 1997 and shall be distributed in  
19 accordance with RCW 82.14.310.

20 (2) \$3,078,000 of the violence reduction and drug enforcement  
21 account appropriation and \$500,000 of the general fund--state  
22 appropriation for fiscal year 2008 and \$3,078,000 of the violence  
23 reduction and drug enforcement account appropriation and \$500,000 of  
24 the general fund--state appropriation for fiscal year 2009 are provided  
25 solely for the implementation of chapter 338, Laws of 1997 (juvenile  
26 code revisions). The amounts provided in this subsection are intended  
27 to provide funding for county impacts associated with the  
28 implementation of chapter 338, Laws of 1997 and shall be distributed to  
29 counties as prescribed in the current consolidated juvenile services  
30 (CJS) formula.

31 (3) \$1,030,000 of the general fund--state appropriation and  
32 \$2,686,000 of the violence reduction and drug enforcement account  
33 appropriation for fiscal year 2008 and \$1,030,000 of the general fund--  
34 state appropriation and \$2,686,000 of the violence reduction and drug  
35 enforcement account appropriation for fiscal year 2009 are provided  
36 solely to implement community juvenile accountability grants pursuant  
37 to chapter 338, Laws of 1997 (juvenile code revisions). Funds provided

1 in this subsection may be used solely for community juvenile  
2 accountability grants, administration of the grants, and evaluations of  
3 programs funded by the grants.

4 (4) \$1,506,000 of the violence reduction and drug enforcement  
5 account appropriation for fiscal year 2008 and \$1,506,000 of the  
6 violence reduction and drug enforcement account appropriation for  
7 fiscal year 2009 are provided solely to implement alcohol and substance  
8 abuse treatment programs for locally committed offenders. The juvenile  
9 rehabilitation administration shall award these moneys on a competitive  
10 basis to counties that submitted a plan for the provision of services  
11 approved by the division of alcohol and substance abuse. The juvenile  
12 rehabilitation administration shall develop criteria for evaluation of  
13 plans submitted and a timeline for awarding funding and shall assist  
14 counties in creating and submitting plans for evaluation.

15 (5) \$2,669,000 of the general fund--state appropriation for fiscal  
16 year 2008 and \$2,947,000 of the general fund--state appropriation for  
17 fiscal year 2009 are provided solely for grants to county juvenile  
18 courts for the following programs identified by the Washington state  
19 institute for public policy (institute) in its October 2006 report:  
20 "Evidence-Based Public Policy Options to Reduce Future Prison  
21 Construction, Criminal Justice Costs and Crime Rates": Functional  
22 family therapy, multi-systemic therapy, aggression replacement training  
23 and interagency coordination programs or other programs with a positive  
24 benefit-cost finding in the institute's report. County juvenile courts  
25 shall apply to the juvenile rehabilitation administration for funding  
26 for program-specific participation and the administration shall provide  
27 grants to the courts consistent with the per-participant treatment  
28 costs identified by the institute.

29 (6) \$1,287,000 of the general fund--state appropriation for fiscal  
30 year 2008 and \$787,000 of the general fund--state appropriation for  
31 fiscal year 2009 are provided solely for expansion of the following  
32 treatments and therapies in juvenile rehabilitation administration  
33 programs identified by the Washington state institute for public policy  
34 in its October 2006 report: "Evidence-Based Public Policy Options to  
35 Reduce Future Prison Construction, Criminal Justice Costs and Crime  
36 Rates": Multidimensional treatment foster care, family integrated  
37 transitions and aggression replacement training. The administration

1 may concentrate delivery of these treatments and therapies at a limited  
2 number of programs to deliver the treatments in a cost-effective  
3 manner.

4 (7) The juvenile rehabilitation administration shall provide a  
5 block grant, rather than categorical funding, of consolidated juvenile  
6 services funds, community juvenile accountability act grants, the  
7 chemically dependent disposition alternative, and the special sex  
8 offender disposition to county juvenile courts, or groups of courts,  
9 including the Pierce county juvenile court. The juvenile  
10 rehabilitation administration and the family policy council shall  
11 jointly write criteria for awarding and administering block grants to  
12 county juvenile courts. In developing the criteria, the juvenile  
13 rehabilitation administration and the family policy council shall seek  
14 the advice of the Washington state institute for public policy. The  
15 criteria shall address, but not be limited to:

16 (a) The selection of courts for participation in the block grant;

17 (b) The types of evidence-based programs and practices to which the  
18 funds will be applied. The evidence-based programs and practices shall  
19 either be consistent with those cost-beneficial options identified by  
20 the Washington state institute for public policy in its October 2006  
21 report: "Evidence-Based Public Policy Options to Reduce Future Prison  
22 Construction, Criminal Justice Costs and Crime Rates," or be new  
23 approaches that have the potential to demonstrate positive returns for  
24 the taxpayer; and

25 (c) The protocols for participating courts to collect information  
26 on the effectiveness of programs funded under the block grant,  
27 including: (i) Developing intermediate client outcomes based on the  
28 risk assessment tool currently used by juvenile courts and in  
29 coordination with the juvenile rehabilitation administration; (ii)  
30 reporting treatment outcomes including a process evaluation to the  
31 juvenile rehabilitation administration and the family policy council by  
32 June 20, 2008, and an outcome evaluation of recidivism and benefit-cost  
33 results submitted within eighteen months of the initiation of the  
34 treatment, when follow-up data are available. The courts shall develop  
35 these evaluations in consultation with the juvenile rehabilitation  
36 administration, the family policy council, and the Washington state  
37 institute for public policy; and (iii) documenting the process for

1 managing block grant funds on a quarterly basis and provide this report  
2 to the juvenile rehabilitation administration and the family policy  
3 council.

4 (8) \$73,000 of the Washington auto theft prevention authority  
5 account--state appropriation for fiscal year 2008 and \$98,000 of the  
6 Washington auto theft prevention authority account--state appropriation  
7 for fiscal year 2009 are provided solely for the implementation of  
8 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the  
9 bill is not enacted by June 30, 2007, the amounts provided in this  
10 subsection shall lapse.

11 **Sec. 1104.** 2009 c 4 s 203 (uncodified) is amended to read as  
12 follows:

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

15 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

16 General Fund--State Appropriation (FY 2008) . . . . .	\$305,732,000
17 General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$308,382,000 ))</del>
	<u>\$298,118,000</u>
19 General Fund--Federal Appropriation . . . . .	<del>(( \$396,996,000 ))</del>
	<u>\$414,136,000</u>
21 General Fund--Private/Local Appropriation . . . . .	<del>(( \$16,157,000 ))</del>
	<u>\$18,732,000</u>
23 TOTAL APPROPRIATION . . . . .	<del>(( \$1,027,267,000 ))</del>
	<u>\$1,036,718,000</u>

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

27 (a) \$103,989,000 of the general fund--state appropriation for  
28 fiscal year 2008 and \$122,119,000 of the general fund--state  
29 appropriation for fiscal year 2009 are provided solely for persons and  
30 services not covered by the medicaid program. Reductions to fiscal  
31 year 2009 allocations shall be distributed proportionally to each  
32 regional support network's percentage of the total state population.  
33 To the extent possible, levels of regional support network spending  
34 shall be maintained in the following priority order: (i) Crisis and  
35 commitment services; (ii) community inpatient services; and (iii)  
36 residential care services, including personal care and emergency  
37 housing assistance.

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

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

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

33 (e) At least \$902,000 of the federal block grant funding  
34 appropriated in this subsection shall be used for the continued  
35 operation of the mentally ill offender pilot program.

36 (f) \$5,000,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$5,000,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for mental health services for

1 mentally ill offenders while confined in a county or city jail and for  
2 facilitating access to programs that offer mental health services upon  
3 release from confinement. The department is authorized to transfer up  
4 to \$418,000 of these amounts each fiscal year to the economic services  
5 program for purposes of facilitating prompt access after their release  
6 from confinement to medical and income assistance services for which  
7 defendants and offenders may be eligible.

8 (g) \$1,500,000 of the general fund--state appropriation for fiscal  
9 year 2008 and \$1,091,000 of the general fund--state appropriation for  
10 fiscal year 2009 are provided solely for grants for innovative mental  
11 health service delivery projects. Such projects may include, but are  
12 not limited to, clubhouse programs and projects for integrated health  
13 care and behavioral health services for general assistance recipients.  
14 These amounts shall supplement, and not supplant, local or other  
15 funding currently being used for activities funded under the projects  
16 authorized in this subsection. The department shall not terminate  
17 early any grant that was contracted under this subsection prior to  
18 January 1, 2009, for the use of funds during fiscal year 2009.

19 (h) The department is authorized to continue to expend federal  
20 block grant funds and special purpose federal grants through direct  
21 contracts, rather than through contracts with regional support  
22 networks, and to allocate such funds through such formulas as it shall  
23 adopt.

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

27 (j) \$2,250,000 of the general fund--state appropriation for fiscal  
28 year 2008, \$2,250,000 of the general fund--state appropriation for  
29 fiscal year 2009, and \$4,500,000 of the general fund--federal  
30 appropriation are provided solely for the continued operation of  
31 community residential and support services for persons who are older  
32 adults or who have co-occurring medical and behavioral disorders and  
33 who have been discharged or diverted from a state psychiatric hospital.  
34 These funds shall be used to serve individuals whose treatment needs  
35 constitute substantial barriers to community placement, who no longer  
36 require active psychiatric treatment at an inpatient hospital level of  
37 care, and who no longer meet the criteria for inpatient involuntary



1 commitment. Coordination of these services will be done in partnership  
2 between the mental health program and the aging and disability services  
3 administration.

4 (k) \$750,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$750,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely to continue performance-based  
7 incentive contracts to provide appropriate community support services  
8 for individuals with severe mental illness who were discharged from the  
9 state hospitals as part of the expanding community services initiative.  
10 These funds will be used to enhance community residential and support  
11 services provided by regional support networks through other state and  
12 federal funding.

13 (l) \$135,000 of the general fund--state appropriation for fiscal  
14 year 2008, \$2,961,000 of the general fund--state appropriation for  
15 fiscal year 2009, and \$1,289,000 of the general fund--private/local  
16 appropriation are provided solely to enable the department to contract  
17 with Pierce county human services for the provision of community mental  
18 health services to include crisis triage, evaluation and treatment, and  
19 mobile crisis services. The legislature intends this to be one-time  
20 funding while a replacement regional support network is being secured.  
21 The department is authorized to reserve \$402,000 general fund--state  
22 and \$201,000 general fund--local of these amounts for reasonable costs  
23 incurred by Pierce county for the provision of mental health crisis and  
24 related services that exceed reimbursement levels contracted by the  
25 department. In order to receive these funds, Pierce county must  
26 demonstrate to the department that the total cost of mental health  
27 services provided by the county in accordance with formal agreements  
28 has exceeded the revenues received from the department and third-party  
29 payers for these services. The department shall determine the  
30 documentation that is required.

31 (m) \$504,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$1,529,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely to reimburse Pierce and Spokane  
34 counties for the cost of conducting 180-day commitment hearings at the  
35 state psychiatric hospitals.

36 (n) \$750,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$1,500,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for the Spokane regional support

1 network to implement a comprehensive plan for reducing its utilization  
 2 of eastern state hospital. Key elements of the plan, which shall be  
 3 developed and implemented in consultation with and with the assistance  
 4 of the department, may include but shall not be limited to development  
 5 of additional crisis triage, crisis stabilization, and evaluation and  
 6 treatment beds; provision of housing assistance for high-utilizers of  
 7 hospital and jail services who are at risk of homelessness;  
 8 implementation of an intensive outpatient treatment team for persons  
 9 with co-occurring disorders and other special needs; and delivery of  
 10 respite care to assist elderly individuals avoid or return home after  
 11 hospitalization. Spokane regional support network shall receive a  
 12 proportional share of the fiscal year 2009 nonmedicaid rate reduction  
 13 out of its base funding distribution.

14 (o) The department shall return to the Spokane regional support  
 15 network fifty percent of the amounts assessed against the network  
 16 during fiscal year 2009 for state hospital utilization in excess of its  
 17 contractual limit. The regional support network shall use these funds  
 18 for start-up and operation during its initial months of a new sixteen-  
 19 bed evaluation and treatment facility that will enable the network to  
 20 reduce its use of the state hospital.

21 (p) The department shall not reduce medicaid capitation rates below  
 22 those in effect as of December 15, 2008.

23 (2) INSTITUTIONAL SERVICES

24	General Fund--State Appropriation (FY 2008) . . . . .	\$138,340,000
25	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$129,272,000)</del>
26		<u>\$126,164,000</u>
27	General Fund--Federal Appropriation . . . . .	<del>(\$145,552,000)</del>
28		<u>\$148,501,000</u>
29	General Fund--Private/Local Appropriation . . . . .	<del>(\$66,302,000)</del>
30		<u>\$66,521,000</u>
31	Pension Funding Stabilization Account--State	
32	Appropriation . . . . .	\$7,058,000
33	TOTAL APPROPRIATION . . . . .	<del>(\$486,524,000)</del>
34		<u>\$486,584,000</u>

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

37 (a) The state psychiatric hospitals may use funds appropriated in

1 this subsection to purchase goods and supplies through hospital group  
2 purchasing organizations when it is cost-effective to do so.

3 (b) \$45,000 of the general fund--state appropriation for fiscal  
4 year 2008 and \$45,000 of the general fund--state appropriation for  
5 fiscal year 2009 are provided solely for payment to the city of  
6 Lakewood for police services provided by the city at western state  
7 hospital and adjacent areas.

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

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

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

31 (f) \$133,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$2,145,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely to pilot a direct care nurse  
34 staffing plan for two high incident wards at eastern state hospital and  
35 four high incident wards at western state hospital. The pilot provides  
36 funding to fully staff registered nurses, licensed practical nurses,  
37 and mental health technicians in accordance with the state psychiatric  
38 hospitals direct care staffing review and recommendations. The

1 department shall have the authority to fill the positions with any mix  
2 of these direct care nursing staff so long as a good faith effort is  
3 made to first hire and recruit positions in accordance with the direct  
4 care nurse staffing plan. The department shall monitor outcomes for  
5 improved patient and staff safety and provide a written report to the  
6 legislature by October 1, 2009.

7 (g) \$617,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$334,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely to cover additional operating  
10 costs related to the October 11, 2007, laundry fire at western state  
11 hospital.

12 (3) SPECIAL PROJECTS

13	General Fund--State Appropriation (FY 2008) . . . . .	\$1,892,000
14	General Fund--State Appropriation (FY 2009) . . . . .	\$2,269,000
15	General Fund--Federal Appropriation . . . . .	\$3,276,000
16	TOTAL APPROPRIATION . . . . .	\$7,437,000

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

19 (a) \$877,000 of the general fund--state appropriation for fiscal  
20 year 2008, \$1,189,000 of the general fund--state appropriation for  
21 fiscal year 2009, and \$140,000 of the general fund--federal  
22 appropriation are provided solely for implementation of sections 4, 7,  
23 10, and other provisions of Second Substitute House Bill No. 1088  
24 (children's mental health). If the bill is not enacted by June 30,  
25 2007, the amounts provided in this subsection shall lapse. Funds are  
26 also appropriated in sections 207 and 209 of this act for  
27 implementation of 5, 8, and 11 of Second Substitute House Bill No.  
28 1088.

29 (b) \$80,000 of the general fund--state appropriation for fiscal  
30 year 2009 and \$80,000 of the general fund--federal appropriation are  
31 provided solely as one-time funding to make available a mental health  
32 train the trainer first aid course consisting of twelve hours of  
33 instruction based upon a program created by the department of  
34 psychiatry, University of Melbourne in Australia. The course will  
35 provide training to members of the public related to: (i) Giving  
36 appropriate initial help and support to a person suffering from a  
37 mental disorder and responding to mental health crisis situations; and  
38 (ii) depression, anxiety disorders, psychosis, and substance use

1 disorder, including recognizing symptoms, possible causes or risk  
2 factors, and evidenced-based treatment options. Participants in the  
3 first aid course will train others to provide the training.

4 (4) PROGRAM SUPPORT

5	General Fund--State Appropriation (FY 2008) . . . . .	\$4,966,000
6	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$4,500,000)</del>
7		<u>\$4,477,000</u>
8	General Fund--Federal Appropriation . . . . .	<del>(\$7,557,000)</del>
9		<u>\$7,580,000</u>
10	TOTAL APPROPRIATION . . . . .	\$17,023,000

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

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

22 (b) \$100,000 of the general fund--state appropriation for fiscal  
23 year 2009 is provided solely for the department to contract with a  
24 facilitator to coordinate a review and make recommendations on:

- 25 (i) Ward sizes at eastern and western state hospitals and patient  
26 case mix by ward;
- 27 (ii) Discharge practices for state hospitals to include the child  
28 and study treatment center; and
- 29 (iii) Community placements to include placements for adults and  
30 children.

31 By October 15, 2008, the department shall provide to the  
32 legislature recommendations for system improvement to include a  
33 cost/benefit analysis. The department shall include representation  
34 from regional support networks in the review and development of  
35 recommendations for discharge practices and community placements.

36 **Sec. 1105.** 2009 c 4 s 204 (uncodified) is amended to read as  
37 follows:

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

3 (1) COMMUNITY SERVICES

4	General Fund--State Appropriation (FY 2008) . . . . .	\$348,327,000
5	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$362,407,000)</del>
6		<u>\$343,503,000</u>
7	General Fund--Federal Appropriation . . . . .	<del>(\$653,802,000)</del>
8		<u>\$693,402,000</u>
9	Health Services Account--State Appropriation (FY 2008) . . . .	\$452,000
10	Health Services Account--State Appropriation (FY 2009) . . . .	\$452,000
11	TOTAL APPROPRIATION . . . . .	<del>(\$1,365,440,000)</del>
12		<u>\$1,386,136,000</u>

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

15 (a) The entire health services account appropriation, \$615,000 of  
16 the general fund--state appropriation for fiscal year 2008, \$892,000 of  
17 the general fund--state appropriation for fiscal year 2009, and  
18 \$2,546,011 of the general fund--federal appropriation are provided  
19 solely for health care benefits for agency home care workers who are  
20 employed through state contracts for at least twenty hours a week. The  
21 state contribution to the cost of health care benefits per  
22 participating worker per month shall be no greater than \$532.00 in  
23 fiscal year 2008 and \$585.00 in fiscal year 2009.

24 (b) Individuals receiving family support or high school transition  
25 payments as supplemental security income (SSI) state supplemental  
26 payments shall not become eligible for medical assistance under RCW  
27 74.09.510 due solely to the receipt of SSI state supplemental payments.

28 (c) \$4,903,000 of the general fund--state appropriation for fiscal  
29 year 2008, \$9,295,000 of the general fund--state appropriation for  
30 fiscal year 2009, and \$15,016,000 of the general fund--federal  
31 appropriation are provided solely for community residential and support  
32 services. Funding in this subsection shall be prioritized for (i)  
33 residents of residential habilitation centers who are able to be  
34 adequately cared for in community settings and who choose to live in  
35 those community settings; (ii) clients without residential services who  
36 are at immediate risk of institutionalization or in crisis; (iii)  
37 children who are at risk of institutionalization or who are aging out  
38 of other state services; and (iv) current home and community-based

1 waiver program clients who have been assessed as having an immediate  
2 need for increased services. First priority shall be given to children  
3 who are at risk of institutionalization. The department shall ensure  
4 that the average cost per day for all program services other than  
5 start-up costs shall not exceed \$300. In order to maximize the number  
6 of clients served and ensure the cost-effectiveness of the waiver  
7 programs, the department will strive to limit new client placement  
8 expenditures to 90 percent of the budgeted daily rate. If this can be  
9 accomplished, additional clients may be served with excess funds,  
10 provided the total projected carry-forward expenditures do not exceed  
11 the amounts estimated. The department shall electronically report to  
12 the appropriate committees of the legislature, within 45 days following  
13 each fiscal year quarter, the number of persons served with these  
14 additional community services, where they were residing, what kinds of  
15 services they were receiving prior to placement, and the actual  
16 expenditures for all community services to support these clients.

17 (d) \$2,399,000 of the general fund--state appropriation for fiscal  
18 year 2008, \$5,961,000 of the general fund--state appropriation for  
19 fiscal year 2009, and \$8,849,000 of the general fund--federal  
20 appropriation are provided solely for expanded community services for  
21 persons with developmental disabilities who also have community  
22 protection issues. Funding in this subsection shall be prioritized for  
23 (i) clients being diverted or discharged from the state psychiatric  
24 hospitals; (ii) clients participating in the dangerous mentally ill  
25 offender program; (iii) clients participating in the community  
26 protection program; and (iv) mental health crisis diversion  
27 outplacements. The department shall ensure that the average cost per  
28 day for all program services other than start-up costs shall not exceed  
29 \$349 in fiscal year 2008 and \$356 in fiscal year 2009. In order to  
30 maximize the number of clients served and ensure the cost-  
31 effectiveness of the waiver programs, the department will strive to  
32 limit new client placement expenditures to 90 percent of the budgeted  
33 daily rate. If this can be accomplished, additional clients may be  
34 served with excess funds if the total projected carry-forward  
35 expenditures do not exceed the amounts estimated. The department shall  
36 implement the four new waiver programs such that decisions about  
37 enrollment levels and the amount, duration, and scope of services  
38 maintain expenditures within appropriations. The department shall

1 electronically report to the appropriate committees of the legislature,  
2 within 45 days following each fiscal year quarter, the number of  
3 persons served with these additional community services, where they  
4 were residing, what kinds of services they were receiving prior to  
5 placement, and the actual expenditures for all community services to  
6 support these clients.

7 (e) \$13,198,000 of the general fund--state appropriation for fiscal  
8 year 2008, \$16,354,000 of the general fund--state appropriation for  
9 fiscal year 2009, and \$8,579,000 of the general fund--federal  
10 appropriation are provided solely for family support programs for  
11 individuals with developmental disabilities. Of the amounts provided  
12 in this subsection (e), \$696,000 of the general fund--state  
13 appropriation for fiscal year 2008 and \$3,852,000 of the general fund--  
14 state appropriation for fiscal year 2009 are for state-only services  
15 for individuals with developmental disabilities, as described in Second  
16 Substitute Senate Bill No. 5467 (developmental disabilities). By  
17 January 1, 2008, and by November 1, 2008, the department shall provide  
18 a status report to the appropriate policy and fiscal committees of the  
19 legislature on the individual and family services program for people  
20 with developmental disabilities, which shall include the following  
21 information: The number of applicants for funding; the total number of  
22 awards; the number and amount of both annual and one-time awards,  
23 broken down by household income levels; and the purpose of the awards.

24 (f) \$1,692,000 of the general fund--state appropriation for fiscal  
25 year 2008, \$3,645,000 of the general fund--state appropriation for  
26 fiscal year 2009, and \$2,397,000 of the general fund--federal  
27 appropriation are provided solely for employment and day services.  
28 Priority consideration for this new funding shall be young adults with  
29 developmental disabilities living with their family who need employment  
30 opportunities and assistance after high school graduation. Services  
31 shall be provided for both waiver and nonwaiver clients. The  
32 legislature finds that some waiver clients are not receiving employment  
33 services that are authorized under their waivers. Within the amounts  
34 appropriated in this section, waiver clients must receive services as  
35 authorized by their waiver, such as pathway to employment, while  
36 waiting for paid employment to be developed. The department shall work  
37 with the counties to establish a consistent proposed policy for minimum  
38 direct service hours for clients, minimum hours of support, time frames



1 for seeking paid employment, and services provided under pathway to  
2 employment while paid employment is sought. The department shall  
3 report to the office of financial management and the appropriate  
4 committees of the legislature on this proposal by November 1, 2008,  
5 including estimated fiscal impacts and an option for making the policy  
6 budget neutral for the current level of clients served. In order to  
7 maximize the number of clients served, the department may serve  
8 additional nonwaiver clients with unspent funds for waiver clients,  
9 provided the total projected carry-forward expenditures do not exceed  
10 the amounts estimated.

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

17 (h)(i) Amounts appropriated in this subsection are sufficient to  
18 increase provider payment rates by 6.0 percent for boarding homes,  
19 effective July 1, 2007, including those currently receiving exceptional  
20 care rates; and by 3.2 percent, effective July 1, 2007, for adult  
21 family homes, including those currently receiving exceptional care  
22 rates.

23 (ii) The department shall implement phase one of full  
24 implementation of a seventeen CARE level payment system for community  
25 residential providers. Amounts appropriated in this section are  
26 sufficient to increase adult family home provider payment rates on  
27 average, effective July 1, 2008, including those currently receiving  
28 exceptional care rates, and to adjust adult family home rates for the  
29 first phase of a seventeen CARE level payment system. Effective July  
30 1, 2008, the provider payment rate allocation for boarding homes  
31 contracted as assisted living shall be the provider's June 30, 2008,  
32 payment rate allocation, and the provider payment rate for boarding  
33 homes contracted as ARCs and EARCs shall be adjusted to reflect phase  
34 one of a seventeen CARE level payment system. This will be in effect  
35 until such time as the rates are consistent between adult family homes  
36 and boarding homes for delivery of the same patient care levels.

37 (iii) Amounts provided in this section and in section 206 of this

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

3 (i) (~~(\$921,000)~~) \$494,000 of the general fund--state appropriation  
4 for fiscal year 2009 and (~~(\$963,000)~~) \$518,000 of the general fund--  
5 federal appropriation are provided solely for the development and  
6 implementation of a federal home and community-based care waiver to  
7 provide intensive behavior support services to up to one hundred  
8 children with developmental disabilities who have intense behaviors,  
9 and their families.

10 (i) To receive services under the waiver, the child must have a  
11 developmental disability and: (A) Meet an acuity measure, as  
12 determined by the department, indicating that the child is at high risk  
13 of needing an out-of-home placement; (B) be eligible for developmental  
14 disabilities services and a home and community-based care waiver  
15 program; (C) reside in his or her family home or temporarily in an  
16 out-of-home placement with a plan to return home; and (D) have family  
17 that demonstrates the willingness to participate in the services  
18 offered through the waiver, and is not subject to a pending child  
19 protective services referral.

20 (ii) The department shall authorize, contract for, and evaluate the  
21 provision of intensive in-home services that support the ability of the  
22 child to remain at home with their parents or relatives. Intensive  
23 behavior support services under the waiver shall be provided directly  
24 or by contract, and may include, but are not limited to: (A) Behavior  
25 consultation and management, therapies and respite care; (B) minor home  
26 or motor vehicle modifications and transportation; (C) specialized  
27 nutrition and clothing; (D) training of families and other individuals  
28 working with the child; and (E) inclusion in community activities.

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

37 (k) Within the amounts appropriated in this section, the department  
38 shall review current infant-toddler early intervention services

1 statewide and report to the office of financial management by November  
2 1, 2008, and the appropriate committees of the legislature on a  
3 recommended consistent funding approach per child for the 2009-11  
4 biennium, recognizing the new level of funding anticipated by school  
5 district participation. The recommendations must also include a budget  
6 neutral option for the current level of clients served.

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

11 (m) Within the amounts appropriated in this subsection (l), the  
12 department shall implement all necessary rules to facilitate the  
13 transfer to a department home and community-based services (HCBS)  
14 waiver of all eligible individuals who (i) currently receive services  
15 under the existing state-only employment and day program, and (ii)  
16 otherwise meet the waiver eligibility requirements. The amounts  
17 appropriated are sufficient to ensure that all individuals currently  
18 receiving services under the state-only employment and day program who  
19 are not transferred to a department HCBS waiver will continue to  
20 receive services.

21 ~~(n) ((Within the amounts appropriated in this subsection (l), the  
22 department shall define in-home personal care services to include a  
23 client's ability to manage their personal care worker as identified by  
24 characteristics — in — the — functional — assessment. — Clients — whose  
25 assessments demonstrate they are able to manage their own plan of care  
26 are not eligible for personal care through a home care agency. — The  
27 department shall adopt rules to implement this section.~~

28 ~~(o) The department shall not reduce and shall continue to provide  
29 adult day health services.))~~

30 (o) The department shall not pay a home care agency licensed under  
31 chapter 70.127 RCW for personal care services provided by a family  
32 member pursuant to Substitute House Bill No. 2361 (modifying state  
33 payments for in-home care).

34  
35 (2) INSTITUTIONAL SERVICES

36	General Fund--State Appropriation (FY 2008) . . . . .	\$80,469,000
37	General Fund--State Appropriation (FY 2009) . . . . .	(((\$69,825,000))
38		\$65,359,000
39	General Fund--Federal Appropriation . . . . .	(((\$179,338,000))

1		\$184,387,000
2	General Fund--Private/Local Appropriation . . . . .	(((\$21,629,000))
3		<u>\$22,203,000</u>
4	Pension Funding Stabilization Account--State	
5	Appropriation . . . . .	\$5,614,000
6	TOTAL APPROPRIATION . . . . .	(((\$356,875,000))
7		<u>\$358,032,000</u>

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

10       (a) The developmental disabilities program is authorized to use  
11 funds appropriated in this section to purchase goods and supplies  
12 through direct contracting with vendors when the program determines it  
13 is cost-effective to do so.

14       (b) \$100,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$100,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for services provided to community  
17 clients provided by licensed professionals at the state rehabilitation  
18 centers. The division shall submit claims for reimbursement for  
19 services provided to clients living in the community to medical  
20 assistance or third-party health care coverage, as appropriate, and  
21 shall implement a system for billing clients without coverage.

22       (c) \$642,000 of the general fund--state appropriation for fiscal  
23 year 2008 and \$721,000 of the general fund--state appropriation for  
24 fiscal year 2009 are provided solely for the department to fulfill its  
25 contracts with the school districts under chapter 28A.190 RCW to  
26 provide transportation, building space, and other support services as  
27 are reasonably necessary to support the educational programs of  
28 students living in residential habilitation centers.

29       (d) The department shall (~~not reduce and shall~~) continue to  
30 provide (~~subsidies to clients of~~) professional services at the  
31 residential habilitation centers (~~professional providers to support~~  
32 ~~the treatment of developmentally disabled clients who do not reside in~~  
33 ~~a residential habilitation center, but shall not expand eligibility for~~  
34 ~~these services~~) to eligible community clients within appropriation  
35 limits.

36       (3) PROGRAM SUPPORT

37	General Fund--State Appropriation (FY 2008) . . . . .	\$2,262,000
38	General Fund--State Appropriation (FY 2009) . . . . .	\$1,903,000

1 General Fund--Federal Appropriation . . . . . \$2,788,000  
 2 TOTAL APPROPRIATION . . . . . \$6,953,000

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

5 (1) As part of the needs assessment instrument, the department  
 6 shall collect data on family income for minor children with  
 7 developmental disabilities and all individuals who are receiving  
 8 state-only funded services. The department shall ensure that this  
 9 information is collected as part of the client assessment process.

10 (2) In addition to other reductions, the reduced appropriations in  
 11 this section reflect an additional \$399,000 reduction in administrative  
 12 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
 13 state government administrative costs). These administrative  
 14 reductions shall be achieved, to the greatest extent possible, by  
 15 reducing those administrative costs that do not affect direct client  
 16 services or direct service delivery or programs.

17 (4) SPECIAL PROJECTS

18 General Fund--State Appropriation (FY 2008) . . . . . \$17,000  
 19 General Fund--State Appropriation (FY 2009) . . . . . \$15,000  
 20 General Fund--Federal Appropriation . . . . . ((~~\$16,809,000~~))  
 21 \$21,033,000  
 22 TOTAL APPROPRIATION . . . . . ((~~\$16,841,000~~))  
 23 \$21,065,000

24 **Sec. 1106.** 2009 c 4 s 205 (uncodified) is amended to read as  
 25 follows:

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

28 General Fund--State Appropriation (FY 2008) . . . . . \$700,332,000  
 29 General Fund--State Appropriation (FY 2009) . . . . . ((~~\$707,293,000~~))  
 30 \$655,024,000  
 31 General Fund--Federal Appropriation . . . . . ((~~\$1,569,912,000~~))  
 32 \$1,628,163,000  
 33 General Fund--Private/Local Appropriation . . . . . \$19,525,000  
 34 Pension Funding Stabilization Account--State  
 35 Appropriation . . . . . \$1,448,000  
 36 Health Services Account--State Appropriation (FY 2008) . . . \$2,444,000  
 37 Health Services Account--State Appropriation (FY 2009) . . . \$2,444,000

1 Traumatic Brain Injury Account--State Appropriation . . . . \$1,212,000  
2 TOTAL APPROPRIATION . . . . . ((~~\$3,004,610,000~~))  
3 \$3,010,592,000

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

6 (1) The entire health services account appropriation, \$10,456,000  
7 of the general fund--state appropriation for fiscal year 2008,  
8 \$11,370,000 of the general fund--state appropriation for fiscal year  
9 2009, and \$26,778,000 of the general fund--federal appropriation are  
10 provided solely for health care benefits for agency home care workers  
11 who are employed through state contracts for at least twenty hours a  
12 week. The state contribution to the cost of health care benefits per  
13 eligible participating worker per month shall be no greater than  
14 \$532.00 in fiscal year 2008 and \$585.00 per month in fiscal year 2009.

15 (2)(a) For purposes of implementing chapter 74.46 RCW, the weighted  
16 average nursing facility payment rate shall not exceed \$159.34 for  
17 fiscal year 2008 and shall not exceed (~~(\$163.72)~~) \$164.85 for fiscal  
18 year 2009, including the rate add-on described in subsection (9) of  
19 this section. For all nursing facilities, the direct care, therapy  
20 care, support services, and operations component rates established in  
21 accordance with chapter 74.46 RCW shall be adjusted for economic trends  
22 and conditions by 3.2 percent effective July 1, 2007, and by 1.99  
23 percent effective July 1, 2008.

24 (b) \$1,835,000 of the general fund--state appropriation for fiscal  
25 year 2009 and \$2,574,000 of the general fund--federal appropriation are  
26 provided solely for restoration of the statewide weighted average  
27 nursing facility payment rate up to the payment rate specified in (a)  
28 of this subsection.

29 (3) In accordance with chapter 74.46 RCW, the department shall  
30 issue certificates of capital authorization that result in up to  
31 \$16,000,000 of increased asset value completed and ready for occupancy  
32 in fiscal year 2008; up to \$16,000,000 of increased asset value  
33 completed and ready for occupancy in fiscal year 2009(~~(+and up to~~  
34 ~~\$16,000,000 of increased asset value completed and ready for occupancy~~  
35 ~~in fiscal year 2010)~~).

36 (~~(4) Adult day health services shall not be considered a~~  
37 ~~duplication of services for persons receiving care in long term care~~

1 ~~settings licensed under chapter 18.20, 72.36, or 70.128 RCW. The~~  
2 ~~department shall not reduce and shall continue to provide adult day~~  
3 ~~health services.))~~

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

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

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

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

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

21 (6) \$1,840,000 of the general fund--state appropriation for fiscal  
22 year 2008 and \$1,877,000 of the general fund--state appropriation for  
23 fiscal year 2009 are provided solely for operation of the volunteer  
24 chore services program.

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

31 (8) \$125,000 of the general fund--state appropriation for fiscal  
32 year 2008, \$125,000 of the general fund--state appropriation for fiscal  
33 year 2009, and \$250,000 of the general fund--federal appropriation are  
34 provided solely for the implementation of Engrossed Second Substitute  
35 Senate Bill No. 5930 (blue ribbon commission on health care). If the  
36 bill is not enacted by June 30, 2007, the amounts provided in this  
37 subsection shall lapse.

1 (9) \$3,000,000 of the general fund--state appropriation for fiscal  
2 year 2009 and \$3,134,000 of the general fund--federal appropriation are  
3 provided solely to increase compensation for low-wage workers in  
4 nursing homes beginning July 1, 2008. Within the funds provided, the  
5 department shall provide an add-on per resident day per facility based  
6 on the total funding divided by the total number of fiscal year 2009  
7 medicaid patient days as forecasted by the caseload forecast council,  
8 not to exceed \$1.57. The department may reduce the level of add-on if  
9 necessary to fit within this appropriation if the caseload forecasted  
10 days increase from the February 2008 forecast. The add-on shall be  
11 used to increase wages, benefits, and/or staffing levels for certified  
12 nurse aides; or to increase wages and/or benefits for dietary aides,  
13 housekeepers, laundry aides, or any other category of worker whose  
14 statewide average dollars-per-hour wage was less than \$15 in calendar  
15 year 2006, according to cost report data. The add-on may also be used  
16 to address resulting wage compression for related job classes  
17 immediately affected by wage increases to low-wage workers. The  
18 department shall implement reporting requirements and a settlement  
19 process to ensure that the funds are spent according to this  
20 subsection. The department shall adopt rules to implement the terms of  
21 this subsection.

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

33 (11) \$1,212,000 of the traumatic brain injury account--state  
34 appropriation is provided solely for the implementation of Second  
35 Substitute House Bill No. 2055 (traumatic brain injury). If the bill  
36 is not enacted by June 30, 2007, the amount provided in this subsection  
37 shall lapse.



1 (12)(a) Amounts appropriated in this section are sufficient to  
2 increase provider payment rates by 6.0 percent for boarding homes,  
3 effective July 1, 2007, including those currently receiving exceptional  
4 care rates; and by 3.2 percent, effective July 1, 2007, for adult  
5 family homes, including those currently receiving exceptional care  
6 rates.

7 (b) The department shall implement phase one of full implementation  
8 of a seventeen CARE level payment system for community residential  
9 providers. Amounts appropriated in this section are sufficient to  
10 increase adult family home provider payment rates on average, effective  
11 July 1, 2008, including those currently receiving exceptional care  
12 rates, and to adjust adult family home rates for the first phase of a  
13 seventeen CARE level payment system. Effective July 1, 2008, the  
14 provider payment rate allocation for boarding homes contracted as  
15 assisted living shall be the provider's June 30, 2008, payment rate  
16 allocation, and the provider payment rate for boarding homes contracted  
17 as ARCs and EARCs shall be adjusted to reflect phase one of a seventeen  
18 CARE level payment system. This will be in effect until such time as  
19 the rates are consistent between adult family homes and boarding homes  
20 for delivery of the same patient care levels.

21 (c) Amounts provided in this section and in section 205 of this act  
22 are sufficient to assist adult family home providers with the cost of  
23 paying liability insurance.

24 (13) The department shall contract for housing with service models,  
25 such as cluster care, to create efficiencies in service delivery and  
26 responsiveness to unscheduled personal care needs by clustering hours  
27 for clients that live in close proximity to each other.

28 (14) \$2,463,000 of the general fund--state appropriation for fiscal  
29 year 2009 and \$1,002,000 of the general fund--federal appropriation are  
30 provided solely to implement sections 4 and 8 of Engrossed Second  
31 Substitute House Bill No. 2668 (long-term care programs). If the bill  
32 is not enacted by June 30, 2008, the amounts provided in this  
33 subsection shall lapse.

34 (15) \$40,000 of the general fund--state appropriation for fiscal  
35 year 2009 and \$40,000 of the general fund--federal appropriation are  
36 provided solely to implement Second Substitute Senate Bill No. 6220  
37 (nurse delegation) or sections 11 and 12 of Engrossed Second Substitute

1 House Bill No. 2668 (long-term care programs). If neither bill is  
2 enacted by June 30, 2008, the amounts provided in this subsection shall  
3 lapse.

4 (16) Within the funds appropriated in the section, the department  
5 shall establish one statewide hourly rate to reimburse home care  
6 agencies for the costs related to state clients for hours worked by  
7 direct care workers in receiving mandatory training. The statewide  
8 hourly rate shall be based on the hourly wage paid to individual  
9 providers plus mandatory taxes plus an adjustment based on the formula  
10 created under RCW 74.39A.310.

11 ~~((Within the amounts appropriated in this section, the~~  
12 ~~department shall define in-home personal care services to include a~~  
13 ~~client's ability to manage their personal care worker as identified by~~  
14 ~~characteristics in the functional assessment. Clients whose~~  
15 ~~assessments demonstrate they are able to manage their own plan of care~~  
16 ~~are not eligible for personal care through a home care agency. The~~  
17 ~~department shall adopt rules to implement this section))~~ The department  
18 shall not pay a home care agency licensed under chapter 70.127 RCW for  
19 personal care services provided by a family member pursuant to  
20 Substitute House Bill No. 2361 (modifying state payments for in-home  
21 care).

22 (18) In addition to other reductions, the reduced appropriations in  
23 this section reflect an additional \$1,002,000 reduction in  
24 administrative costs required by Engrossed Substitute Senate Bill No.  
25 5460 (reducing state government administrative costs). These  
26 administrative reductions shall be achieved, to the greatest extent  
27 possible, by reducing those administrative costs that do not affect  
28 direct client services or direct service delivery or programs.

29 (19) Adult day health services shall only be authorized for clients  
30 in nonresidential settings.

31 **Sec. 1107.** 2009 c 4 s 206 (uncodified) is amended to read as  
32 follows:

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

35	General Fund--State Appropriation (FY 2008) . . . . .	\$586,369,000
36	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$464,586,000</del> ))
37		<u>\$467,807,000</u>

1 General Fund--Federal Appropriation . . . . . ((~~\$1,168,223,000~~))  
 2 \$1,219,837,000  
 3 General Fund--Private/Local Appropriation . . . . . \$33,233,000  
 4 Pension Funding Stabilization Account--State  
 5 Appropriation . . . . . \$4,592,000  
 6 TOTAL APPROPRIATION . . . . . ((~~\$2,257,003,000~~))  
 7 \$2,311,838,000

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

10 (1) \$344,694,000 of the general fund--state appropriation for  
 11 fiscal year 2008, ((~~\$362,304,000~~)) \$218,162,000 of the general fund--  
 12 state appropriation for fiscal year 2009, and ((~~\$733,276,000~~))  
 13 \$505,967,000 of the general fund--federal appropriation are provided  
 14 solely for all components of the WorkFirst program. Within the amounts  
 15 provided for the WorkFirst program, the department may provide  
 16 assistance using state-only funds for families eligible for temporary  
 17 assistance for needy families. Within the amounts provided for the  
 18 WorkFirst program, the department shall:

- 19 (a) Establish a career services work transition program;
- 20 (b) Continue to implement WorkFirst program improvements that are  
 21 designed to achieve progress against outcome measures specified in RCW  
 22 74.08A.410. Outcome data regarding job retention and wage progression  
 23 shall be reported quarterly to appropriate fiscal and policy committees  
 24 of the legislature for families who leave assistance, measured after 12  
 25 months, 24 months, and 36 months. The department shall also report the  
 26 percentage of families who have returned to temporary assistance for  
 27 needy families after 12 months, 24 months, and 36 months;
- 28 (c) Submit a report by October 1, 2007, to the fiscal committees of  
 29 the legislature containing a spending plan for the WorkFirst program.  
 30 The plan shall identify how spending levels in the 2007-2009 biennium  
 31 will be adjusted to stay within available federal grant levels and the  
 32 appropriated state-fund levels;
- 33 (d) Provide quarterly fiscal reports to the office of financial  
 34 management and the legislative fiscal committees detailing information  
 35 on the amount expended from general fund--state and general fund--  
 36 federal by activity;
- 37 (e) For fiscal year 2009, increase the temporary assistance for

1 needy families grant standard by three percent to account for increased  
2 housing costs.

3 (2) Up to \$250,000 of the general fund--state appropriation for  
4 fiscal year 2008 and \$250,000 of the general fund--state appropriation  
5 for fiscal year 2009 of the amounts in subsection (1) of this section  
6 are for the WorkFirst pathway to engagement program. The department  
7 shall collaborate with community partners and represented staff to  
8 identify additional services needed for WorkFirst clients in sanction  
9 status. The department shall contract with qualified community-based  
10 organizations to deliver such services, provided that such services are  
11 complimentary to the work of the department and are not intended to  
12 supplant existing staff or services. The department shall also  
13 contract with community-based organizations for the provision of  
14 services for WorkFirst clients who have been terminated after six  
15 months of sanction. Contracts established pursuant to this subsection  
16 shall have a performance-based component and shall include both  
17 presanction termination and postsanction termination services. Clients  
18 shall be able to choose whether or not to accept the services. The  
19 department shall develop outcome measures for the program related to  
20 outreach and reengagement, reduction of barriers to employment, and  
21 client feedback and satisfaction. Nothing in this subsection is  
22 intended to modify a collective bargaining agreement under chapter  
23 41.80 RCW or to change the state's responsibility under chapter 41.80  
24 RCW. The department shall report to the appropriate policy and fiscal  
25 committees of the legislature by December 1, 2007, on program  
26 implementation and outcomes. The department also shall report on  
27 implementation of specialized caseloads for clients in sanction status,  
28 including average caseload size, referral process and criteria, and  
29 expected outcomes for specialized caseloads.

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

37 (4) \$152,000 of the general fund--state appropriation for fiscal  
38 year 2008, \$96,000 of the general fund--state appropriation for fiscal

1 year 2009, and \$482,000 of the general fund--federal appropriation are  
2 provided solely for implementation of Second Substitute House Bill No.  
3 1009 (child support schedule). If the bill is not enacted by June 30,  
4 2007, the amounts provided in this subsection shall lapse.

5 (5) \$750,000 of the general fund--state appropriation for fiscal  
6 year 2008 and \$750,000 of the general fund--state appropriation for  
7 fiscal year 2009 are provided solely to increase naturalization  
8 services. These amounts shall supplement and not supplant state and  
9 federal resources currently provided by the department for this  
10 purpose.

11 (6) \$1,500,000 of the general fund--state appropriation for fiscal  
12 year 2008 and \$1,500,000 of the general fund--state appropriation for  
13 fiscal year 2009 are provided solely to increase limited English  
14 proficiency pathway services. These amounts shall supplement and not  
15 supplant state and federal resources currently provided by the  
16 department for this purpose.

17 (7) \$250,000 of the general fund--state appropriation for fiscal  
18 year 2008, \$5,782,000 of the general fund--state appropriation for  
19 fiscal year 2009, and \$6,431,000 of the general fund--federal  
20 appropriation are provided solely for implementation of Substitute  
21 Senate Bill No. 5244 (deficit reduction act). If the bill is not  
22 enacted by June 30, 2007, the amounts provided in this subsection shall  
23 lapse.

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

31 (9) \$100,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$100,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely to the department for the data  
34 tracking provisions specified in sections 701 and 702 of Second  
35 Substitute Senate Bill No. 5470 (dissolution proceedings). If the  
36 bill is not enacted by June 30, 2007, the amounts provided in this  
37 subsection shall lapse.

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

7 (11) \$50,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$50,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely to the department to award grants  
10 to small mutual assistance associations or small community-based  
11 organizations that contract with the department for immigrant and  
12 refugee assistance services. The funds shall be awarded to demonstrate  
13 the impact of providing funding for a case worker in the community  
14 organization on the refugees' economic self-sufficiency through the  
15 effective use of social services, and financial and medical assistance.

16 (12) \$50,000 of the general fund--state appropriation for fiscal  
17 year 2009 is provided solely for implementation of Second Substitute  
18 Senate Bill No. 6483 (local food production). If the bill is not  
19 enacted by June 30, 2008, the amount provided in this subsection shall  
20 lapse.

21 (13) \$1,100,000 of the general fund--state appropriation for fiscal  
22 year 2009 and \$850,000 of the general fund--federal appropriation are  
23 provided solely to increase the gross income limits for eligibility for  
24 programs authorized under RCW 74.04.500 and 74.08A.120 to 200 percent  
25 of the federal poverty level. The department shall adjust its rules  
26 and information technology systems to make the eligibility change  
27 effective October 1, 2008.

28 (14) The department, in conjunction with the House Bill No. 1290  
29 work group, shall identify and analyze barriers preventing city,  
30 county, and state referrals of persons potentially eligible for  
31 expedited application processing authorized under RCW 74.09.555. The  
32 department, in conjunction with the House Bill No. 1290 work group,  
33 shall report its findings and recommendations to the appropriate  
34 committees of the legislature no later than November 15, 2008.

35 (15) \$656,000 of the general fund--state appropriation for fiscal  
36 year 2009 is provided solely to the department to increase immigration  
37 and naturalization services. These funds shall not supplant state and

1 federal resources currently provided by the department for this  
2 purpose.

3 (16) The department shall not increase the child care copayment for  
4 families above 82 percent of the federal poverty level.

5 (17) In addition to other reductions, the reduced appropriations in  
6 this section reflect an additional \$516,000 reduction in administrative  
7 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
8 state government administrative costs). These administrative  
9 reductions shall be achieved, to the greatest extent possible, by  
10 reducing those administrative costs that do not affect direct client  
11 services or direct service delivery or programs.

12 **Sec. 1108.** 2009 c 4 s 207 (uncodified) is amended to read as  
13 follows:

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

16	General Fund--State Appropriation (FY 2008) . . . . .	\$69,252,000
17	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$54,049,000)</del>
18		<u>\$55,324,000</u>
19	General Fund--Federal Appropriation . . . . .	<del>(\$168,949,000)</del>
20		<u>\$177,314,000</u>
21	General Fund--Private/Local Appropriation . . . . .	\$6,083,000
22	Criminal Justice Treatment Account--State	
23	Appropriation . . . . .	\$18,555,000
24	Violence Reduction and Drug Enforcement Account--State	
25	Appropriation (FY 2008) . . . . .	\$22,186,000
26	Violence Reduction and Drug Enforcement Account--State	
27	Appropriation (FY 2009) . . . . .	\$22,186,000
28	Problem Gambling Account--State	
29	Appropriation . . . . .	\$1,464,000
30	Public Safety and Education Account--State	
31	Appropriation (FY 2008) . . . . .	\$3,396,000
32	Public Safety and Education Account--State	
33	Appropriation (FY 2009) . . . . .	\$3,395,000
34	Pension Funding Stabilization Account--State	
35	Appropriation . . . . .	\$146,000
36	TOTAL APPROPRIATION . . . . .	<del>(\$369,661,000)</del>
37		<u>\$379,301,000</u>

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

3       (1) \$2,786,000 of the general fund--state appropriation for fiscal  
4 year 2008 and \$2,785,000 of the general fund--state appropriation for  
5 fiscal year 2009 are provided solely for the parent child assistance  
6 program. The department shall contract with the University of  
7 Washington and community-based providers for the provision of this  
8 program. For all contractors, indirect charges for administering the  
9 program shall not exceed ten percent of the total contract amount.

10       (2) \$11,113,000 of the general fund--state appropriation for fiscal  
11 year 2008, \$14,490,000 of the general fund--state appropriation for  
12 fiscal year 2009, and \$14,269,000 of the general fund--federal  
13 appropriation are provided solely for the expansion of chemical  
14 dependency treatment services for adult medicaid eligible and general  
15 assistance-unemployable patients authorized under the 2005-07 biennial  
16 appropriations act. By September 30, 2007, the department shall submit  
17 an expenditure and program report relating to the patients receiving  
18 treatment and other services pursuant to the funding provided in this  
19 subsection (2), as well as to other patients receiving treatment funded  
20 by the department. The report shall be submitted to the office of  
21 financial management and the appropriate policy and fiscal committees  
22 of the legislature. Subsequent updates to this report shall be  
23 provided by January 31 and July 31 of each fiscal year of the 2007-09  
24 biennium. The reports shall include, but not necessarily be limited  
25 to, the following information: (a) The number and demographics  
26 (including categories) of patients served; (b) geographic distribution;  
27 (c) modality of treatment services provided (i.e. residential or  
28 out-patient); (d) treatment completion rates; (e) funds spent; and (f)  
29 where applicable, the estimated cost offsets in medical assistance on  
30 a total and per patient basis.

31       (3) \$698,000 of the general fund--state appropriation for fiscal  
32 year 2008, \$1,060,000 of the general fund--state appropriation for  
33 fiscal year 2009, and \$154,000 of the general fund--federal  
34 appropriation are provided solely for the expansion authorized under  
35 the 2005-07 biennial appropriations act of chemical dependency  
36 treatment services for minors who are under 200 percent of the federal  
37 poverty level. The department shall monitor the number and type of



1 clients entering treatment, for purposes of determining potential cost  
2 offsets.

3 (4) \$250,000 of the general fund--state appropriation for fiscal  
4 year 2008 and \$145,000 of the general fund--state appropriation for  
5 fiscal year 2009 are provided solely for the department to contract for  
6 the following: (a) To continue an existing pilot program in Pierce  
7 county limited to individuals who began chemical dependency treatment  
8 using the prometa protocol prior to March 11, 2008; and (b) to contract  
9 with an independent evaluator who will, to the extent possible,  
10 evaluate the Pierce county pilot, as well as summarize other research  
11 on the efficacy of the prometa protocol.

12 (5) \$4,449,000 of the general fund--state appropriation for fiscal  
13 year 2009 and \$1,000,000 of the criminal justice treatment account  
14 appropriation are provided solely to implement Engrossed Substitute  
15 Senate Bill No. 6665 (crisis response), to continue existing pilot  
16 programs and to expand the intensive crisis response pilot to Spokane  
17 county. The continuation and expansion of the pilot programs expires  
18 June 30, 2009. If the bill is not enacted by June 30, 2008, the  
19 amounts provided in this subsection shall lapse.

20 (6) The department shall not reduce and shall continue to provide  
21 adult care and low-income treatment and detoxification services.

22 (7) The department shall not reduce and shall continue to support  
23 the families in recovery program.

24 (8) The department shall not reduce and shall continue the student  
25 employment program.

26 (9) The department shall not reduce and shall continue to provide  
27 funding for living allowances to clients in treatment under RCW  
28 74.50.050.

29 (10) The department shall not reduce and shall continue to provide  
30 funding to drug courts for treatment.

31 (11) In addition to other reductions, the reduced appropriations in  
32 this section reflect an additional \$76,000 reduction in administrative  
33 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
34 state government administrative costs). These administrative  
35 reductions shall be achieved, to the greatest extent possible, by  
36 reducing those administrative costs that do not affect direct client  
37 services or direct service delivery or programs.

1 (12) The department shall not reduce and shall continue to secure  
2 and provide for evaluation training for assessing children with fetal  
3 alcohol spectrum disorders (FASD).

4 **Sec. 1109.** 2009 c 4 s 208 (uncodified) is amended to read as  
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**  
7 **PROGRAM**

8	General Fund--State Appropriation (FY 2008) . . . . .	\$1,602,827,000
9	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$1,533,431,000</del> ))
10		<u>\$1,453,789,000</u>
11	General Fund--Federal Appropriation . . . . .	(( <del>\$4,439,060,000</del> ))
12		<u>\$4,669,537,000</u>
13	General Fund--Private/Local Appropriation . . . . .	\$2,000,000
14	Emergency Medical Services and Trauma Care Systems	
15	Trust Account--State Appropriation . . . . .	\$15,076,000
16	Health Services Account--State Appropriation (FY 2008) . .	\$388,946,000
17	Health Services Account--State	
18	Appropriation (FY 2009) . . . . .	(( <del>\$392,857,000</del> ))
19		<u>\$364,314,000</u>
20	Tobacco Prevention and Control Account--State	
21	Appropriation . . . . .	(( <del>\$1,883,000</del> ))
22		<u>\$1,727,000</u>
23	Pension Funding Stabilization Account--State	
24	Appropriation . . . . .	\$646,000
25	TOTAL APPROPRIATION . . . . .	(( <del>\$8,376,726,000</del> ))
26		<u>\$8,498,862,000</u>

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

29 (1) Based on quarterly expenditure reports and caseload forecasts,  
30 if the department estimates that expenditures for the medical  
31 assistance program will exceed the appropriations, the department shall  
32 take steps including but not limited to reduction of rates or  
33 elimination of optional services to reduce expenditures so that total  
34 program costs do not exceed the annual appropriation authority.

35 (2) In determining financial eligibility for medicaid-funded  
36 services, the department is authorized to disregard recoveries by

1 Holocaust survivors of insurance proceeds or other assets, as defined  
2 in RCW 48.104.030.

3 (3) Sufficient amounts are appropriated in this section for the  
4 department to continue podiatry services for medicaid-eligible adults.

5 (4) Sufficient amounts are appropriated in this section for the  
6 department to provide an adult dental benefit that is at least  
7 equivalent to the benefit provided in the 2003-05 biennium.

8 (5) In accordance with RCW 74.46.625, \$6,000,000 of the general  
9 fund--federal appropriation is provided solely for supplemental  
10 payments to nursing homes operated by public hospital districts. The  
11 public hospital district shall be responsible for providing the  
12 required nonfederal match for the supplemental payment, and the  
13 payments shall not exceed the maximum allowable under federal rules.  
14 It is the legislature's intent that the payments shall be supplemental  
15 to and shall not in any way offset or reduce the payments calculated  
16 and provided in accordance with part E of chapter 74.46 RCW. It is the  
17 legislature's further intent that costs otherwise allowable for rate-  
18 setting and settlement against payments under chapter 74.46 RCW shall  
19 not be disallowed solely because such costs have been paid by revenues  
20 retained by the nursing home from these supplemental payments. The  
21 supplemental payments are subject to retrospective interim and final  
22 cost settlements based on the nursing homes' as-filed and final  
23 medicare cost reports. The timing of the interim and final cost  
24 settlements shall be at the department's discretion. During either the  
25 interim cost settlement or the final cost settlement, the department  
26 shall recoup from the public hospital districts the supplemental  
27 payments that exceed the medicaid cost limit and/or the medicare upper  
28 payment limit. The department shall apply federal rules for  
29 identifying the eligible incurred medicaid costs and the medicare upper  
30 payment limit.

31 (6) \$1,111,000 of the health services account appropriation for  
32 fiscal year 2008, \$1,110,000 of the health services account  
33 appropriation for fiscal year 2009, \$5,402,000 of the general fund--  
34 federal appropriation, \$1,590,000 of the general fund--state  
35 appropriation for fiscal year 2008, and \$1,591,000 of the general  
36 fund--state appropriation for fiscal year 2009 are provided solely for  
37 grants to rural hospitals. The department shall distribute the funds  
38 under a formula that provides a relatively larger share of the

1 available funding to hospitals that (a) serve a disproportionate share  
2 of low-income and medically indigent patients and (b) have relatively  
3 smaller net financial margins, to the extent allowed by the federal  
4 medicaid program.

5 (7) \$10,546,000 of the health services account appropriation for  
6 fiscal year 2008, \$10,546,000 of the health services account--state  
7 appropriation for fiscal year 2009, and \$19,725,000 of the general  
8 fund--federal appropriation are provided solely for grants to nonrural  
9 hospitals. The department shall distribute the funds under a formula  
10 that provides a relatively larger share of the available funding to  
11 hospitals that (a) serve a disproportionate share of low-income and  
12 medically indigent patients and (b) have relatively smaller net  
13 financial margins, to the extent allowed by the federal medicaid  
14 program.

15 (8) The department shall continue the inpatient hospital certified  
16 public expenditures program for the 2007-2009 biennium. The program  
17 shall apply to all public hospitals, including those owned or operated  
18 by the state, except those classified as critical access hospitals or  
19 state psychiatric institutions. The department shall submit reports to  
20 the governor and legislature by November 1, 2007, and by November 1,  
21 2008, that evaluate whether savings continue to exceed costs for this  
22 program. If the certified public expenditures (CPE) program in its  
23 current form is no longer cost-effective to maintain, the department  
24 shall submit a report to the governor and legislature detailing  
25 cost-effective alternative uses of local, state, and federal resources  
26 as a replacement for this program. During fiscal year 2008 and fiscal  
27 year 2009, hospitals in the program shall be paid and shall retain (a)  
28 one hundred percent of the federal portion of the allowable hospital  
29 cost for each medicaid inpatient fee-for-service claim payable by  
30 medical assistance; and (b) one hundred percent of the federal portion  
31 of the maximum disproportionate share hospital payment allowable under  
32 federal regulations. Inpatient medicaid payments shall be established  
33 using an allowable methodology that approximates the cost of claims  
34 submitted by the hospitals. Payments made to each hospital in the  
35 program in each fiscal year of the biennium shall be compared to a  
36 baseline amount. The baseline amount will be determined by the total  
37 of (a) the inpatient claim payment amounts that would have been paid  
38 during the fiscal year had the hospital not been in the CPE program,

1 and (b) disproportionate share hospital payment amounts paid to and  
2 retained by each hospital during fiscal year 2005 that pertain to  
3 fiscal year 2005. If payments during the fiscal year exceed the  
4 hospital's baseline amount, no additional payments will be made to the  
5 hospital except the federal portion of allowable disproportionate share  
6 hospital payments for which the hospital can certify allowable match.  
7 If payments during the fiscal year are less than the baseline amount,  
8 the hospital will be paid a state grant equal to the difference between  
9 payments during the fiscal year and the applicable baseline amount.  
10 Payment of the state grant shall be made in the applicable fiscal year  
11 and distributed in monthly payments. The grants will be recalculated  
12 and redistributed as the baseline is updated during the fiscal year.  
13 The grant payments are subject to an interim settlement within eleven  
14 months after the end of the fiscal year. A final settlement shall be  
15 performed within two years after the end of the related fiscal year.  
16 To the extent that either settlement determines that a hospital has  
17 received funds in excess of what it would have received as described in  
18 this subsection, the hospital must repay the excess amounts to the  
19 state when requested. \$61,728,000 of the general fund--state  
20 appropriation for fiscal year 2008, of which \$6,570,000 is appropriated  
21 in section 204(1) of this act and the balance in this section, and  
22 (~~(\$47,745,000)~~) \$46,490,000 of the general fund--state appropriation  
23 for fiscal year 2009, of which \$6,570,000 is appropriated in section  
24 204(1) of this act and the balance in this section, are provided solely  
25 for state grants for the participating hospitals.

26 (9) \$4,399,000 of the general fund--state appropriation for fiscal  
27 year 2008, (~~(\$6,391,000)~~) \$6,094,000 of the general fund--state  
28 appropriation for fiscal year 2009, and (~~(\$55,384,000)~~) \$53,470,000 of  
29 the general fund--federal appropriation are provided solely for  
30 development and implementation of a replacement system for the existing  
31 medicaid management information system. The amounts are conditioned on  
32 the department satisfying the requirements of section 902 of this act.

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

37 (11) The department is authorized to use funds appropriated in this

1 section to purchase goods and supplies through direct contracting with  
2 vendors when the department determines it is cost-effective to do so.

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

6 (13) The department shall, within available resources, continue  
7 operation of the medical care services care management pilot project  
8 for clients receiving general assistance benefits in King and Pierce  
9 counties. The project may use a full or partial capitation model that  
10 includes a mechanism for shared savings.

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

31 (15) \$341,000 of the health services account appropriation for  
32 fiscal year 2008, \$1,054,000 of the health services account  
33 appropriation for fiscal year 2009, and \$1,461,000 of the general  
34 fund--federal appropriation are provided solely to implement Second  
35 Substitute House Bill No. 1201 (foster care youth medical). If the  
36 bill is not enacted by June 30, 2007, the amounts provided in this  
37 subsection shall lapse.

1 (16) \$6,728,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$8,563,000 of the general fund--state appropriation for  
3 fiscal year 2009 are provided solely to provide full benefit dual  
4 eligible beneficiaries with medicare part D prescription drug copayment  
5 coverage in accordance with chapter 3, Laws of 2007 (part D copayment  
6 drug program).

7 (17) The department shall conduct a study to determine the  
8 financial impact associated with continuing to cover brand name  
9 medications versus the same medication in its generic form. The study  
10 shall account for all rebates paid to the state on each product studied  
11 up until the point where the generic form is less expensive, net of  
12 federally required rebates. The department shall submit its report to  
13 the legislative fiscal committees by December 1, 2007.

14 (18) \$198,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$134,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for the first two years of a four-  
17 year project by the Seattle-King county health department to improve  
18 management of symptoms and reduce complications related to asthma among  
19 medicaid eligible children. The department shall contract with the  
20 Seattle-King county health department to have trained community health  
21 workers visit medicaid eligible children in their homes to identify and  
22 reduce exposure to asthma triggers, improve clients' self-management  
23 skills, and coordinate clients' care with their primary care and  
24 specialty providers. The contract shall include an evaluation of the  
25 impact of the services provided under the contract on urgent  
26 physician's visits, emergency room utilization, and inpatient  
27 hospitalization.

28 (19) \$1,529,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$1,624,000 of the general fund--state appropriation for  
30 fiscal year 2009 are provided solely for development and implementation  
31 of an outreach program as provided in chapter 5, Laws of 2007 (Second  
32 Substitute Senate Bill No. 5093, health services for children).

33 (a) By December 15, 2007, the department shall provide a report to  
34 the appropriate committees of the legislature on the progress of  
35 implementing the following activities:

36 (i) Feasibility study and implementation plan to develop online  
37 application capability that is integrated with the department's  
38 automated client eligibility system;

1 (ii) Development of data linkages with the office of superintendent  
2 of public instruction for free and reduced-price lunch enrollment  
3 information and the department of early learning for child care subsidy  
4 program enrollment information;

5 (iii) Informing insurers and providers when their enrollees'  
6 eligibility is going to expire so insurers and providers can help  
7 families reenroll;

8 (iv) Outreach contracts with local governmental entities, community  
9 based organizations, and tribes;

10 (v) Results of data sharing with outreach contractors, and other  
11 contracted entities such as local governments, community-based  
12 organizations, tribes, health care providers, and insurers to engage,  
13 enroll, and reenroll identified children;

14 (vi) Results of efforts to maximize federal matching funds,  
15 wherever possible; and

16 (vii) Plans for sustaining outreach programs proven to be  
17 successful.

18 (b)(i) Within the amounts provided under this subsection (19),  
19 sufficient funding is provided to the department to develop and  
20 implement in conjunction with the employment security department a plan  
21 that would:

22 (A) Allow applicants and recipients of unemployment insurance to  
23 request assistance with obtaining health coverage for household  
24 members; and

25 (B) Authorize the exchange of information between the employment  
26 security department and the department of social and health services to  
27 more efficiently determine eligibility for health coverage under  
28 chapter 74.09 RCW.

29 (ii) The plan developed in (b)(i) of this subsection should address  
30 permissible uses of federal employment security funding and  
31 infrastructure, identification of any necessary statutory changes, and  
32 cost information. The department shall submit the plan in a report to  
33 the governor and the appropriate committees of the legislature by  
34 November 15, 2008.

35 (20) \$640,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$616,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for a medicare advantage program.  
38 The department shall:



1 (a) Pay the premiums associated with enrollment in a medicare  
2 advantage plan for those full benefit dual eligible beneficiaries, as  
3 defined in RCW 74.09.010, who were enrolled on or before November 14,  
4 2006 in a medicare advantage plan sponsored by an entity accredited by  
5 the national committee for quality assurance and for whom the  
6 department had been paying Part C premium as of November 2006; and

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

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

25 (21) The department may not transition to managed care delivery any  
26 population that has been primarily served under fee-for-service  
27 delivery unless the department first conducts a cost-effectiveness  
28 evaluation of the transition, including an evaluation of historical  
29 data on utilization patterns, and finds that the transition would  
30 result in a more effective and cost-efficient form of service delivery,  
31 pursuant to RCW 74.09.470. Any such finding must be provided to the  
32 governor and the legislature no less than ninety days before the  
33 transition begins.

34 (22) \$756,000 of the general fund--state appropriation for fiscal  
35 year 2008, \$1,193,000 of the general fund--state appropriation for  
36 fiscal year 2009, \$1,261,000 of the health services account--state  
37 appropriation for fiscal year 2009, and \$2,448,000 of the general  
38 fund--federal appropriation are provided solely to implement sections

1 5, 7, 8, and 11 of Second Substitute House Bill No. 1088 (children's  
2 mental health). If the bill is not enacted by June 30, 2007, the  
3 amounts provided in this subsection shall lapse.

4 (23) \$288,000 of the general fund--state appropriation for fiscal  
5 year 2008, \$277,000 of the general fund--state appropriation for fiscal  
6 year 2009, and \$566,000 of the general fund--federal appropriation are  
7 provided solely for the implementation of Engrossed Second Substitute  
8 Senate Bill No. 5930 (blue ribbon comm/health care). If the bill is  
9 not enacted by June 30, 2007, the amounts provided in this subsection  
10 shall lapse.

11 (24) \$45,000 of the general fund--state appropriation for fiscal  
12 year 2008 is provided solely for the department of social and health  
13 services, in consultation with the health care authority and the  
14 employment security department, to prepare and submit a report and  
15 recommendations to the governor and the legislature related to coverage  
16 of low-wage workers enrolled on state plans who are employed by  
17 employers with more than fifty employees. The report shall address  
18 multiple approaches, including but not limited to the proposal included  
19 in House Bill No. 2094 (taxpayer health care fairness act). The  
20 discussion of each approach included in the report should identify how  
21 the approach would further the goal of shared responsibility for  
22 coverage of low-wage workers, obstacles to implementation and options  
23 to address them, and estimated implementation costs. The report shall  
24 be submitted on or before November 15, 2007. The agencies shall  
25 establish a workgroup, which shall be closely involved and consulted in  
26 the development of the report and recommendations under this  
27 subsection. The workgroup shall include the following participants:  
28 Persons or organizations representing large employers in the retail,  
29 agricultural and grocery trades, other large employers, organizations  
30 representing employees of large employers, organizations representing  
31 low-wage employees of large employers, state and local governmental  
32 entities as employers, and organizations representing employees of  
33 state and local governmental entities. In addition, the workgroup  
34 shall include three members from each of the two largest caucuses of  
35 the house of representatives, appointed by the speaker, and three  
36 members from each of the two largest caucuses of the senate, appointed  
37 by the president of the senate.

1 (25) \$1,883,000 of the tobacco prevention and control account--  
2 state appropriation and \$1,742,000 of the general fund--federal  
3 appropriation are for the provision of smoking cessation benefits  
4 pursuant to Senate Bill No. 6421 (smoking cessation). If the bill is  
5 not enacted by June 30, 2008, the amounts provided in this subsection  
6 shall lapse.

7 (26) As part of the five-year plan on state purchasing to improve  
8 health care quality under chapter 259, Laws of 2007, the department, in  
9 collaboration with the department of health, shall provide a report to  
10 the appropriate committees of the legislature outlining a strategy to  
11 improve immunization rates for all children in the state, including but  
12 not limited to vaccine administration fee increases and pay-for-  
13 performance incentives. The department shall submit the report to the  
14 governor and the health policy and fiscal committees of the legislature  
15 by November 1, 2008.

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

20 (28)(a) \$100,000 of the general fund--state appropriation for  
21 fiscal year 2009 is provided solely for a feasibility study to examine  
22 processes and systems that would expeditiously link persons released  
23 from confinement in state and local correctional facilities and  
24 institutions for mental diseases to medical assistance benefits for  
25 which they qualify. The study shall present an analysis of the costs  
26 and benefits associated with:

27 (i) Suspending eligibility for persons who were receiving medical  
28 assistance at the time their confinement began, such that upon the  
29 person's release from confinement, medical assistance benefits would  
30 immediately resume without the filing of a new application. In the  
31 evaluation of eligibility suspension, the department shall examine  
32 process modifications that would allow confined persons to recertify  
33 eligibility before or immediately after release from confinement;

34 (ii) Improving the efficiency and expanding the scope of the  
35 expedited medical assistance reinstatement and eligibility  
36 determination process established under RCW 74.09.555, including  
37 extending the process to persons other than those with mental

1 disorders, both for persons who had been previously eligible before  
2 confinement and for persons who had not been eligible before  
3 confinement;

4 (iii) Providing medical and mental health evaluations to determine  
5 disability for purposes of the medical assistance program before the  
6 person's release from confinement; and

7 (iv) Notifying the department in a timely manner when a person who  
8 has been enrolled in medical assistance is confined in a state  
9 correctional institution or institution for mental diseases or is  
10 released from confinement.

11 (b) In conducting the study, the department shall collaborate with  
12 the Washington association of sheriffs and police chiefs, the  
13 department of corrections, the regional support networks, department  
14 field offices, institutions for mental diseases, and correctional  
15 institutions. The department shall submit the study to the governor  
16 and the legislature by November 15, 2008.

17 (29) \$50,000 of the general fund--state appropriation for fiscal  
18 year 2009 and \$50,000 of the general fund--federal appropriation are  
19 provided solely for implementation of the agency's responsibilities in  
20 Engrossed Second Substitute House Bill No. 2549 (patient-centered  
21 primary care). If the bill is not enacted by June 30, 2008, the  
22 amounts provided in this subsection shall lapse.

23 (30) The department shall not reduce and shall continue to provide  
24 family planning nurses and supplies at community services offices.

25 (31) The department shall not eliminate and shall continue to  
26 provide a nurse hotline for foster parents.

27 (32) The department shall not reduce and shall provide medical  
28 assistance to children under three-hundred percent of the federal  
29 poverty level.

30 (33) The department shall not reduce and shall continue to provide  
31 maternity support services to pregnant and postpartum women.

32 ~~(34) ((The department shall not reduce and shall continue to  
33 provide transportation services to patients receiving adult day health  
34 services.~~

35 ~~(35))~~) The department shall continue children's health coverage  
36 outreach and education efforts. These efforts shall rely on existing  
37 relationships and systems developed to implement the program under RCW  
38 74.09.470, such as those with local public health agencies, health care

1 providers, public schools, the women, infants, and children program,  
2 the early childhood education and assistance program, child care  
3 providers, newborn visiting nurses, and other community-based  
4 organizations. The department shall seek public-private partnerships  
5 and federal funds that may become available to provide on-going support  
6 for outreach and education efforts.

7 ~~((+36+))~~ (35) The department shall reduce expenditures on  
8 pharmaceuticals and durable medical equipment.

9 ~~((+37+))~~ (36) The department shall not reduce hospital rates.

10 ~~((+38+))~~ (37) In addition to other reductions, the reduced  
11 appropriations in this section reflect an additional \$1,062,000  
12 reduction in administrative costs required by Engrossed Substitute  
13 Senate Bill No. 5460 (reducing state government administrative costs).  
14 These administrative reductions shall be achieved, to the greatest  
15 extent possible, by reducing those administrative costs that do not  
16 affect direct client services or direct service delivery or programs.

17 **Sec. 1110.** 2009 c 4 s 209 (uncodified) is amended to read as  
18 follows:

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

21	General Fund--State Appropriation (FY 2008) . . . . .	\$11,543,000
22	General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$8,182,000 ))</del>
23		<u>\$8,170,000</u>
24	General Fund--Federal Appropriation . . . . .	<del>(( \$95,975,000 ))</del>
25		<u>\$100,521,000</u>
26	Telecommunications Devices for the Hearing and	
27	Speech Impaired--State Appropriation . . . . .	\$1,975,000
28	Pension Funding Stabilization Account--State	
29	Appropriation . . . . .	\$116,000
30	TOTAL APPROPRIATION . . . . .	<del>(( \$117,791,000 ))</del>
31		<u>\$122,325,000</u>

32 **Sec. 1111.** 2009 c 4 s 210 (uncodified) is amended to read as  
33 follows:

34 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**  
35 **PROGRAM**

36	General Fund--State Appropriation (FY 2008) . . . . .	\$52,506,000
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1 General Fund--State Appropriation (FY 2009) . . . . . ((~~\$52,216,000~~))  
2 \$51,478,000  
3 TOTAL APPROPRIATION . . . . . ((~~\$104,722,000~~))  
4 \$103,984,000

5 **Sec. 1112.** 2009 c 4 s 212 (uncodified) is amended to read as  
6 follows:

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

9 General Fund--State Appropriation (FY 2008) . . . . . \$59,085,000  
10 General Fund--State Appropriation (FY 2009) . . . . . ((~~\$52,540,000~~))  
11 \$53,620,000  
12 General Fund--Federal Appropriation . . . . . ((~~\$53,302,000~~))  
13 \$53,864,000  
14 TOTAL APPROPRIATION . . . . . ((~~\$164,927,000~~))  
15 \$166,569,000

16 The appropriations in this section are subject to the following  
17 conditions and limitations: \$235,000 of the general fund--state  
18 appropriation for fiscal year 2009 and \$111,000 of the general fund--  
19 federal appropriation are provided solely to implement sections 2 and  
20 3 of Engrossed Second Substitute House Bill No. 3205 (child long-term  
21 well-being). If the bill is not enacted by June 30, 2008, the amounts  
22 provided in this subsection shall lapse.

23 **Sec. 1113.** 2009 c 4 s 213 (uncodified) is amended to read as  
24 follows:

25 **FOR THE STATE HEALTH CARE AUTHORITY**

26 General Fund--State Appropriation (FY 2008) . . . . . \$1,000,000  
27 General Fund--State Appropriation (FY 2009) . . . . . \$500,000  
28 General Fund--Federal Appropriation . . . . . \$4,934,000  
29 State Health Care Authority Administrative Account--  
30 State Appropriation . . . . . \$41,497,000  
31 State Health Care Authority Administrative Account--  
32 Private/Local Appropriation . . . . . \$100,000  
33 Medical Aid Account--State Appropriation . . . . . \$527,000  
34 Health Services Account--State Appropriation  
35 (FY 2008) . . . . . \$271,478,000  
36 Health Services Account--State Appropriation

1	(FY 2009) . . . . .	(( <del>\$291,795,000</del> ))
2		<u>\$289,124,000</u>
3	TOTAL APPROPRIATION . . . . .	(( <del>\$611,331,000</del> ))
4		<u>\$609,160,000</u>

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

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

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

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

1 penalties from persons who have received excessive subsidies, as  
2 provided in RCW 70.47.060(9).

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

6 (5) \$11,934,000 of the health services account--state appropriation  
7 for fiscal year 2008 and \$11,834,000 of the health services account--  
8 state appropriation for fiscal year 2009 are provided solely for  
9 funding for health care services provided through local community  
10 clinics.

11 (6) \$784,000 of the health services account--state appropriation  
12 for fiscal year 2008, \$540,000 of the general fund--federal  
13 appropriation, and \$8,200,000 of the state health care authority  
14 administrative account--state appropriation are provided for the  
15 development of a new benefits administration and insurance accounting  
16 system.

17 (7) \$2,000,000 of the health services account--state appropriation  
18 for fiscal year 2009 is provided solely for the authority to provide  
19 one-time competitive grants to community health centers to increase the  
20 number of adults served on an ongoing basis. Each clinic receiving  
21 grant funding shall report annually, beginning December 2008, on key  
22 adult access indicators established by the authority, including but not  
23 limited to increases in the number of low-income adults served.

24 (8) \$1,639,000 of the health services account--state appropriation  
25 for fiscal year 2008 is provided solely for section 5 of Engrossed  
26 Second Substitute House Bill No. 1569 (health insurance partnership  
27 board) and related provisions of Engrossed Second Substitute Senate  
28 Bill No. 5930 (blue ribbon commission on health care).

29 (9) \$664,000 of the health services account--state appropriation  
30 for fiscal year 2008 is provided solely for the implementation of the  
31 Washington quality forum, pursuant to section 9 of Engrossed Second  
32 Substitute Senate Bill No. 5930 (blue ribbon commission). If the  
33 section is not enacted by June 2007, the amounts provided in this  
34 subsection shall lapse.

35 (10) \$600,000 of the state health care authority administrative  
36 account--state appropriation is provided solely for the implementation  
37 of the state employee health pilot, pursuant to section 41 of Engrossed



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

4 (11) \$250,000 of the health services account--state appropriation  
5 for fiscal year 2008 and \$250,000 of the health services account--state  
6 appropriation for fiscal year 2009 are provided solely for continuation  
7 of the community health collaborative grant program in accordance with  
8 chapter 67, Laws of 2006 (E2SSB 6459). The applicant organizations  
9 must assure measurable improvements in health access within their  
10 service region, demonstrate active collaboration with key community  
11 partners, and provide two dollars in matching funds for each grant  
12 dollar awarded.

13 (12) \$731,000 of the health services account--state appropriation  
14 for fiscal year 2008 and \$977,000 of the health services account--state  
15 appropriation for fiscal year 2009 are provided solely for the dental  
16 residency program, including maintenance of the existing residency  
17 positions and the establishment of six additional resident positions in  
18 fiscal year 2008 (four in eastern Washington and two in the Seattle  
19 area), and five additional positions in fiscal year 2009.

20 (13) Appropriations in this act include funding for sections 14  
21 (reducing unnecessary emergency room use) and 40 (state employee health  
22 program) of Engrossed Second Substitute Senate Bill No. 5930 (blue  
23 ribbon commission).

24 (14) \$100,000 of the health services account--state appropriation  
25 for fiscal year 2009 is provided solely for implementation of the  
26 agency's responsibilities in Engrossed Second Substitute House Bill No.  
27 2549 (patient-centered primary care). If the bill is not enacted by  
28 June 30, 2008, the amount provided in this subsection shall lapse.

29 **Sec. 1114.** 2009 c 4 s 214 (uncodified) is amended to read as  
30 follows:

31 **FOR THE HUMAN RIGHTS COMMISSION**

32	General Fund--State Appropriation (FY 2008) . . . . .	\$3,377,000
33	General Fund--State Appropriation (FY 2009) . . . . .	\$3,580,000
34	General Fund--Federal Appropriation . . . . .	<del>(\$1,523,000)</del>
35		<u>\$1,723,000</u>
36	TOTAL APPROPRIATION . . . . .	<del>(\$8,480,000)</del>
37		<u>\$8,680,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations: \$115,000 of the general fund--state  
3 appropriation for fiscal year 2008 and \$190,000 of the general fund--  
4 state appropriation for fiscal year 2009 are provided solely for  
5 implementation of Engrossed Substitute Senate Bill No. 6776  
6 (whistleblower protections). If the bill is not enacted by June 30,  
7 2008, the amounts provided in this subsection shall lapse.

8 **Sec. 1115.** 2009 c 4 s 215 (uncodified) is amended to read as  
9 follows:

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

11 Worker and Community Right-to-Know Account--State  
12 Appropriation . . . . . \$20,000  
13 Accident Account--State Appropriation . . . . . ((~~\$17,963,000~~))  
14 \$18,045,000  
15 Medical Aid Account--State Appropriation . . . . . ((~~\$17,964,000~~))  
16 \$18,046,000  
17 TOTAL APPROPRIATION . . . . . ((~~\$35,947,000~~))  
18 \$36,111,000

19 The appropriations in this section are subject to the following  
20 conditions and limitations: \$82,000 of the accident account--state  
21 appropriation for fiscal year 2009 and \$82,000 of the medical aid  
22 account--state appropriation for fiscal year 2009 are provided solely  
23 for implementation of chapter 280, Laws of 2008 (industrial insurance  
24 orders).

25 **Sec. 1116.** 2009 c 4 s 216 (uncodified) is amended to read as  
26 follows:

27 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

28 General Fund--State Appropriation (FY 2009) . . . . . \$306,000  
29 Public Safety and Education Account--State  
30 Appropriation (FY 2008) . . . . . \$15,680,000  
31 Public Safety and Education Account--State  
32 Appropriation (FY 2009) . . . . . ((~~\$21,445,000~~))  
33 \$21,320,000  
34 Death Investigations Account--State Appropriation . . . . . \$148,000  
35 Municipal Criminal Justice Assistance Account--  
36 State Appropriation . . . . . \$460,000

1	Washington Auto Theft Prevention Authority Account--	
2	State Appropriation . . . . .	\$12,322,000
3	TOTAL APPROPRIATION . . . . .	<del>(\$50,361,000)</del>
4		<u>\$50,236,000</u>

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

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

13 (2) \$2,390,000 of the public safety and education account--state  
14 appropriation for fiscal year 2008 and (~~\$1,809,000~~) \$1,684,000 of the  
15 public safety and education account--state appropriation for fiscal  
16 year 2009 are provided solely for ten additional basic law enforcement  
17 academies in fiscal year 2008 and (~~nine~~) eight additional basic law  
18 enforcement academies in fiscal year 2009.

19 (3) \$1,044,000 of the public safety and education account--state  
20 appropriation for fiscal year 2008 and \$1,191,000 of the public safety  
21 and education account--state appropriation for fiscal year 2009 are  
22 provided solely for the Washington association of sheriffs and police  
23 chiefs to continue to develop, maintain, and operate the jail booking  
24 and reporting system (JBRS) and the statewide automated victim  
25 information and notification system (SAVIN).

26 (4) \$28,000 of the public safety and education account--state  
27 appropriation for fiscal year 2008 is provided solely for the  
28 implementation of chapter 10, Laws of 2007 (SSB 5191, missing persons).

29 (5) \$5,400,000 of the Washington auto theft prevention authority  
30 account--state appropriation for fiscal year 2008 and \$6,922,000 of the  
31 Washington auto theft prevention authority account--state appropriation  
32 for fiscal year 2009 are provided solely for the implementation of  
33 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the  
34 bill is not enacted by June 30, 2007, the amounts provided in this  
35 subsection shall lapse.

36 (6) \$150,000 of the public safety and education account--state  
37 appropriation for fiscal year 2008 and \$150,000 of the public safety  
38 and education account--state appropriation for fiscal year 2009 are

1 provided solely to deliver multi-disciplinary team training sessions  
2 aimed at improving the coordination of, and communication between,  
3 agencies involved in the investigation of child fatality, child sexual  
4 abuse, child physical abuse, and criminal neglect cases.

5 (7) \$25,000 of the public safety and education account--state  
6 appropriation for fiscal year 2008 is provided solely for the  
7 implementation of Substitute Senate Bill No. 5987 (gang-related  
8 offenses). If the bill is not enacted by June 30, 2007, the amount  
9 provided in this subsection shall lapse.

10 (8) \$50,000 of the public safety and education account--state  
11 appropriation for fiscal year 2008 and \$50,000 of the public safety and  
12 education account--state appropriation for fiscal year 2009 are  
13 provided solely for support of the coalition of small police agencies  
14 major crimes task force. The purpose of this task force is to pool its  
15 resources and to establish an efficient and cooperative approach in  
16 addressing major violent crimes.

17 (9) \$20,000 of the public safety and education account--state  
18 appropriation for fiscal year 2008 is provided solely for the  
19 implementation of Substitute Senate Bill No. 5315 (forest  
20 fires/property access). If the bill is not enacted by June 30, 2007,  
21 the amount provided in this subsection shall lapse.

22 (10) \$5,000,000 of the public safety and education account--state  
23 appropriation for fiscal year 2009 is provided to the Washington  
24 association of sheriffs and police chiefs solely to verify the address  
25 and residency of all registered sex offenders and kidnapping offenders  
26 under RCW 9A.44.130. The Washington association of sheriffs and police  
27 chiefs shall:

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

- 31 (A) For level I offenders, every twelve months;
- 32 (B) For level II offenders, every six months; and
- 33 (C) For level III offenders, every three months.

34 For the purposes of this subsection, unclassified offenders and  
35 kidnapping offenders shall be considered at risk level I unless in the  
36 opinion of the local jurisdiction a higher classification is in the  
37 interest of public safety.

1 (b) Collect performance data from all participating jurisdictions  
2 sufficient to evaluate the efficiency and effectiveness of the address  
3 and residency verification program.

4 (c) Submit a report on the effectiveness of the address and  
5 residency verification program to the governor and the appropriate  
6 committees of the house of representatives and senate by September 1,  
7 2009.

8 The Washington association of sheriffs and police chiefs may retain up  
9 to three percent of the amount provided in this subsection for the cost  
10 of administration. Any funds not disbursed for address and residency  
11 verification or retained for administration may be allocated to local  
12 prosecutors for the prosecution costs associated with failing to  
13 register offenses.

14 (11) \$750,000 of the public safety and education fund--state  
15 appropriation for fiscal year 2009 is provided solely for  
16 implementation of Second Substitute House Bill No. 2712 (criminal  
17 street gangs). If the bill is not enacted by June 30, 2008, the amount  
18 provided in this subsection shall lapse.

19 (12) \$306,000 of the general fund--state appropriation for fiscal  
20 year 2009 is provided solely for a grant program to pay for the costs  
21 of local law enforcement agencies participating in specialized crisis  
22 intervention training.

23 **Sec. 1117.** 2009 c 4 s 217 (uncodified) is amended to read as  
24 follows:

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

26	General Fund--State Appropriation (FY 2008) . . . . .	\$8,716,000
27	General Fund--State Appropriation (FY 2009) . . . . .	\$8,624,000
28	General Fund--Federal Appropriation . . . . .	\$100,000
29	Public Safety and Education Account--State	
30	Appropriation (FY 2008) . . . . .	\$15,393,000
31	Public Safety and Education Account--State	
32	Appropriation (FY 2009) . . . . .	\$16,525,000
33	Public Safety and Education Account--Federal	
34	Appropriation . . . . .	\$10,000,000
35	Asbestos Account--State Appropriation . . . . .	\$908,000
36	Electrical License Account--State Appropriation . . . . .	\$41,104,000
37	Farm Labor Revolving Account--Private/Local	

1	Appropriation . . . . .	\$28,000
2	Worker and Community Right-to-Know Account--State	
3	Appropriation . . . . .	\$1,941,000
4	Public Works Administration Account--State	
5	Appropriation . . . . .	\$3,948,000
6	Manufactured Home Installation Training Account--	
7	State Appropriation . . . . .	\$192,000
8	Accident Account--State Appropriation . . . . .	(( <del>\$232,295,000</del> ))
9		<u>\$232,617,000</u>
10	Accident Account--Federal Appropriation . . . . .	\$13,622,000
11	Medical Aid Account--State Appropriation . . . . .	(( <del>\$235,445,000</del> ))
12		<u>\$235,766,000</u>
13	Medical Aid Account--Federal Appropriation . . . . .	\$3,186,000
14	Plumbing Certificate Account--State Appropriation . . . . .	\$1,634,000
15	Pressure Systems Safety Account--State	
16	Appropriation . . . . .	\$3,646,000
17	TOTAL APPROPRIATION . . . . .	(( <del>\$597,307,000</del> ))
18		<u>\$597,950,000</u>

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

21 (1) \$2,413,000 of the medical aid account--state appropriation is  
22 provided solely for conducting utilization reviews of physical and  
23 occupational therapy cases at the 24th visit and the associated  
24 administrative costs, including those of entering data into the  
25 claimant's file. The department shall develop and report performance  
26 measures and targets for these reviews to the office of financial  
27 management. The reports are due September 30th for the prior fiscal  
28 year and must include the amount spent and the estimated savings per  
29 fiscal year.

30 (2) \$2,247,000 of the medical aid account--state appropriation is  
31 provided solely to implement Engrossed Substitute Senate Bill No. 5920  
32 (vocational rehabilitation). If the bill is not enacted by June 30,  
33 2007, the amount provided in this subsection shall lapse.

34 (3) \$822,000 of the medical aid account--state appropriation is  
35 provided solely for vocational services professional staff salary  
36 adjustments necessary to recruit and retain positions required for  
37 anticipated changes in work duties as a result of Engrossed Substitute  
38 Senate Bill No. 5920 (vocational rehabilitation). If the bill is not

1 enacted by June 30, 2007, the amount provided in this subsection shall  
2 lapse. Compensation for anticipated changes to work duties is subject  
3 to review and approval by the director of the department of personnel  
4 and is subject to collective bargaining.

5 (4) \$8,000,000 of the medical aid account--state appropriation is  
6 provided solely to establish a program of safety and health as  
7 authorized by RCW 49.17.210 to be administered under rules adopted  
8 pursuant to chapter 34.05 RCW, provided that projects funded involve  
9 workplaces insured by the medical aid fund, and that priority is given  
10 to projects fostering accident prevention through cooperation between  
11 employers and employees or their representatives.

12 (5) \$600,000 of the medical aid account--state appropriation is  
13 provided solely for the department to contract with one or more  
14 independent experts to evaluate and recommend improvements to the  
15 rating plan under chapter 51.18 RCW, including analyzing how risks are  
16 pooled, the effect of including worker premium contributions in  
17 adjustment calculations, incentives for accident and illness  
18 prevention, return-to-work practices, and other sound risk-management  
19 strategies that are consistent with recognized insurance principles.

20 (6) \$181,000 of the accident account--state appropriation and  
21 \$181,000 of the medical aid account--state appropriation are provided  
22 solely to implement Substitute Senate Bill No. 5443 (workers'  
23 compensation claims). If the bill is not enacted by June 30, 2007, the  
24 amounts provided in this subsection shall lapse.

25 (7) \$558,000 of the medical aid account--state appropriation is  
26 provided solely to implement Engrossed Substitute Senate Bill No. 5290  
27 (workers' compensation advisory committees). If the bill is not  
28 enacted by June 30, 2007, the amount provided in this subsection shall  
29 lapse.

30 (8) \$104,000 of the public safety and education account--state  
31 appropriation for fiscal year 2008, \$104,000 of the public safety and  
32 education account--state appropriation for fiscal year 2009, \$361,000  
33 of the accident account--state appropriation, and \$361,000 of the  
34 medical aid account--state appropriation are provided solely for  
35 implementation of Engrossed Substitute Senate Bill No. 5675 (workers'  
36 compensation benefits). If the bill is not enacted by June 30, 2007,  
37 the amounts provided in this subsection shall lapse.

1 (9) \$730,000 of the medical aid account--state appropriation is  
2 provided solely for implementation of Engrossed Second Substitute  
3 Senate Bill No. 5930 (blue ribbon commission). If the bill is not  
4 enacted by June 30, 2007, the amount provided in this subsection shall  
5 lapse.

6 (10) \$437,000 of the accident account--state appropriation and  
7 \$437,000 of the medical aid account--state appropriation are provided  
8 solely for implementation of Substitute Senate Bill No. 5053  
9 (industrial insurance ombudsman). If the bill is not enacted by June  
10 30, 2007, the amounts provided in this subsection shall lapse.

11 (11) \$74,000 of the accident account--state appropriation and  
12 \$74,000 of the medical aid--state appropriation are provided solely for  
13 implementation of Engrossed Substitute Senate Bill No. 5915 (notices to  
14 employers). If the bill is not enacted by June 30, 2007, the amounts  
15 provided in this subsection shall lapse.

16 (12) \$605,000 of the accident account--state appropriation for  
17 fiscal year 2008 is provided solely for a study of the incidence of  
18 permanent total disability pensions in the state's workers'  
19 compensation system. To conduct the study, the department shall  
20 contract with an independent researcher that has demonstrated expertise  
21 in workers' compensation systems. When selecting the independent  
22 researcher, the department shall consult the labor and business members  
23 of the workers' compensation advisory committee and, if the labor and  
24 business members of the workers' compensation advisory committee agree  
25 on a particular independent researcher, the department shall select  
26 that independent researcher. The study must consider causes of the  
27 recent increase in permanent total disability cases, future anticipated  
28 permanent total disability trends, a comparison of Washington's  
29 permanent total disability claims experience and injured workers with  
30 other states and jurisdictions, the impact of the standard for finding  
31 workers employable on the incidence of permanent total disability  
32 pensions, and the impact of vocational rehabilitation under RCW  
33 51.32.095 on the incidence of permanent total disability pensions. The  
34 department shall report to the workers' compensation advisory  
35 committee, the house of representatives commerce and labor committee,  
36 and the senate labor, commerce, research and development committee on  
37 the results of the study on or before July 1, 2008.



1 (13) \$1,089,000 of the accident account--state appropriation and  
2 \$192,000 of the medical aid account--state appropriation are provided  
3 solely for implementation of chapter 27, Laws of 2007 (ESHB 2171, crane  
4 safety).

5 (14) \$100,000 of the general fund--federal appropriation and  
6 \$192,000 of the manufactured home installation training account--state  
7 appropriation are provided solely for Substitute House Bill No. 2118  
8 (mobile/manufactured homes). If the bill is not enacted by June 30,  
9 2007, the amounts provided in this subsection shall lapse.

10 (15) \$107,000 of the accident account--state appropriation and  
11 \$107,000 of the medical aid account--state appropriation are provided  
12 solely to implement Senate Bill No. 6839 (workers' compensation  
13 coverage). If the bill is not enacted by June 30, 2008, the amounts  
14 provided in this subsection shall lapse.

15 (16) (~~(\$224,000)~~) \$169,000 of the general fund--state appropriation  
16 for fiscal year 2009, \$741,000 of the accident account--state  
17 appropriation, and \$741,000 of the medical aid account--state  
18 appropriation are provided solely for implementation of Second  
19 Substitute Senate Bill No. 6732 (construction industry). If the bill  
20 is not enacted by June 30, 2008, the amount provided in this subsection  
21 shall lapse.

22 (17) \$408,000 of the accident account--state appropriation and  
23 \$72,000 of the medical aid account--state appropriation are provided  
24 solely to implement Substitute House Bill No. 2602 (victims' employment  
25 leave). If the bill is not enacted by June 30, 2008, the amounts  
26 provided in this subsection shall lapse.

27 (18) \$3,000 of the public safety and education account--state  
28 appropriation for fiscal year 2008 and \$3,000 of the public safety and  
29 education account--state appropriation for fiscal year 2009 are  
30 provided solely to implement Substitute Senate Bill No. 6246  
31 (industrial insurance claims). If the bill is not enacted by June 30,  
32 2008, the amounts provided in this subsection shall lapse.

33 (19) \$40,000 of the general fund--state appropriation for fiscal  
34 year 2009 is provided solely for the department to conduct a review of  
35 the need for regulation of general and specialty contractors involved  
36 in the repair, alteration, or construction of single-family homes using  
37 the public interest criteria set forth in RCW 18.118.010 and as  
38 generally described in Second Substitute House Bill No. 3349

1 (residential contractors). By October 1, 2008, the department and the  
2 department of licensing shall report their findings to the appropriate  
3 committees of the legislature.

4 ~~(20) ((The department of labor and industries shall enter into an  
5 interagency agreement with the employment security department to expend  
6 funds from the family leave insurance account for the implementation of  
7 the family leave insurance program.~~

8 ~~(21))~~ Pursuant to RCW 43.135.055, the department is authorized to  
9 increase the following fees as necessary to meet the actual costs of  
10 conducting business and the appropriation levels in this section and by  
11 not more than 5.53 percent in fiscal year 2008: Boiler inspection  
12 permits and fees; boiler permit fees; plumbers' continuing education;  
13 and plumbers' licensing and examination fees.

14 (21) \$256,000 of the accident account--state appropriation and  
15 \$256,000 of the medical aid account--state appropriation are provided  
16 solely for implementation of chapter 280, Laws of 2008 (industrial  
17 insurance orders).

18 **Sec. 1118.** 2009 c 4 s 219 (uncodified) is amended to read as  
19 follows:

20 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

21 (1) HEADQUARTERS

22	General Fund--State Appropriation (FY 2008) . . . . .	\$2,124,000
23	General Fund--State Appropriation (FY 2009) . . . . .	\$1,926,000
24	Charitable, Educational, Penal, and Reformatory	
25	Institutions Account--State Appropriation . . . . .	\$10,000
26	TOTAL APPROPRIATION . . . . .	\$4,060,000

27 (2) FIELD SERVICES

28	General Fund--State Appropriation (FY 2008) . . . . .	\$5,264,000
29	General Fund--State Appropriation (FY 2009) . . . . .	\$5,476,000
30	General Fund--Federal Appropriation . . . . .	<del>(( \$1,025,000 ))</del>
31		<u>\$1,332,000</u>
32	General Fund--Private/Local Appropriation . . . . .	<del>(( \$3,317,000 ))</del>
33		<u>\$3,640,000</u>
34	Veterans Innovations Program Account Appropriation . . . . .	\$1,437,000
35	Veteran Estate Management Account--Private/Local	
36	Appropriation . . . . .	\$1,062,000
37	TOTAL APPROPRIATION . . . . .	<del>(( \$17,581,000 ))</del>

1 \$18,211,000

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

4 (a) \$440,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$560,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely to implement Second Substitute  
7 Senate Bill No. 5164 (veterans' conservation corps). If the bill is  
8 not enacted by June 30, 2007, the amounts provided in this subsection  
9 shall lapse.

10 (b) The department shall not reduce field service contracts.

11 (3) INSTITUTIONAL SERVICES

12	General Fund--State Appropriation (FY 2008) . . . . .	\$7,948,000
13	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$5,484,000)</del>
14		<u>\$4,833,000</u>
15	General Fund--Federal Appropriation . . . . .	<del>(\$43,120,000)</del>
16		<u>\$43,207,000</u>
17	General Fund--Private/Local Appropriation . . . . .	<del>(\$31,569,000)</del>
18		<u>\$32,241,000</u>
19	TOTAL APPROPRIATION . . . . .	<del>(\$88,121,000)</del>
20		<u>\$88,229,000</u>

21 **Sec. 1119.** 2009 c 4 s 221 (uncodified) is amended to read as  
22 follows:

23 **FOR THE DEPARTMENT OF HEALTH**

24	General Fund--State Appropriation (FY 2008) . . . . .	\$81,232,000
25	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$80,596,000)</del>
26		<u>\$80,719,000</u>
27	General Fund--Federal Appropriation . . . . .	\$477,065,000
28	General Fund--Private/Local Appropriation . . . . .	<del>(\$119,875,000)</del>
29		<u>\$135,219,000</u>
30	Hospital Commission Account--State Appropriation . . . . .	<del>(\$144,000)</del>
31		<u>\$215,000</u>
32	Health Professions Account--State Appropriation . . . . .	<del>(\$68,726,000)</del>
33		<u>\$69,054,000</u>
34	Aquatic Lands Enhancement Account--State	
35	Appropriation . . . . .	\$600,000
36	Emergency Medical Services and Trauma Care Systems	
37	Trust Account--State Appropriation . . . . .	\$12,606,000

1	Safe Drinking Water Account--State Appropriation . . . . .	\$3,041,000
2	Public Health Services Account--State Appropriation . . . . .	\$1,000,000
3	Drinking Water Assistance Account--Federal	
4	Appropriation . . . . .	\$19,027,000
5	Waterworks Operator Certification--State	
6	Appropriation . . . . .	\$1,513,000
7	Drinking Water Assistance Administrative Account--	
8	State Appropriation . . . . .	\$326,000
9	Water Quality Account--State Appropriation	
10	(FY 2008) . . . . .	\$1,975,000
11	Water Quality Account--State Appropriation	
12	(FY 2009) . . . . .	\$1,983,000
13	State Toxics Control Account--State Appropriation . . . . .	\$3,460,000
14	Medical Test Site Licensure Account--State	
15	Appropriation . . . . .	\$2,055,000
16	Youth Tobacco Prevention Account--State Appropriation . . . . .	\$1,512,000
17	Public Health Supplemental Account--Private/Local	
18	Appropriation . . . . .	\$3,918,000
19	Accident Account--State Appropriation . . . . .	\$291,000
20	Medical Aid Account--State Appropriation . . . . .	\$48,000
21	Health Services Account--State	
22	Appropriation (FY 2008) . . . . .	\$42,122,000
23	Health Services Account--State	
24	Appropriation (FY 2009) . . . . .	<del>(\$49,729,000)</del>
25		<u>\$46,398,000</u>
26	Tobacco Prevention and Control Account--State	
27	Appropriation . . . . .	<del>(\$52,846,000)</del>
28		<u>\$47,846,000</u>
29	TOTAL APPROPRIATION . . . . .	<del>(\$1,025,690,000)</del>
30		<u>\$1,033,225,000</u>

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

33 (1) The department is authorized to raise existing fees charged for  
34 its fee-supported programs in excess of the fiscal growth factor  
35 pursuant to RCW 43.135.055, if necessary, to meet the actual costs of  
36 conducting business and the appropriation levels in this section.  
37 Pursuant to RCW 43.135.055 and RCW 43.70.250, the department is further  
38 authorized to increase fees in its fee-supported programs as necessary

1 to meet the actual costs of conducting business and the appropriation  
2 levels in this section, as specifically authorized in LEAP Document  
3 DOH-2008, as developed by the legislative evaluation and accountability  
4 program on March 11, 2008.

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

21 (3) \$877,000 of the health professions account appropriation is  
22 provided solely for implementation of Substitute House Bill No. 1099  
23 (dental professions). If the bill is not enacted by June 30, 2007, the  
24 amount provided in this subsection shall lapse.

25 (4) \$198,000 of the general fund--state appropriation for fiscal  
26 year 2008 and \$24,000 of the general fund--state appropriation for  
27 fiscal year 2009 are provided solely for the implementation of  
28 Substitute House Bill No. 2304 (cardiac care services). If the bill is  
29 not enacted by June 30, 2007, the amounts provided in this subsection  
30 shall lapse.

31 (5) \$138,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$220,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely for an evaluation of chronic care  
34 provider training.

35 (6) \$51,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$24,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for the implementation of

1 Engrossed Substitute Senate Bill No. 5297 (sex education). If the bill  
2 is not enacted by June 30, 2007, the amounts provided in this  
3 subsection shall lapse.

4 (7) \$103,000 of the general fund--state appropriation for fiscal  
5 year 2008 is provided solely for the implementation of Substitute House  
6 Bill No. 1837 (nonambulatory persons). If the bill is not enacted by  
7 June 30, 2007, the amount provided in this subsection shall lapse.

8 (8) \$201,000 of the general fund--private/local appropriation is  
9 provided solely for the implementation of Substitute House Bill No.  
10 2087 (health care facilities). If the bill is not enacted by June 30,  
11 2007, the amount provided in this subsection shall lapse.

12 (9) \$293,000 of the general fund--state appropriation for fiscal  
13 year 2008 and \$287,000 of the general fund--state appropriation for  
14 fiscal year 2009 are provided solely for public service announcements  
15 regarding childhood lead poisoning, information pamphlets, rule  
16 development, and for early identification of persons at risk of having  
17 elevated blood-lead levels, which includes systematically screening  
18 children under six years of age and other target populations identified  
19 by the department. Priority will be given to testing children and  
20 increasing the registry in the lead surveillance program.

21 (10) \$101,000 of the general fund--state appropriation for fiscal  
22 year 2008, \$81,000 of the general fund--state appropriation for fiscal  
23 year 2009, and \$6,000 of the general fund--private/local appropriation  
24 are provided solely for the implementation of Engrossed Second  
25 Substitute House Bill No. 1414 (ambulatory surgical facilities). If  
26 the bill is not enacted by June 30, 2007, the amounts provided in this  
27 subsection shall lapse.

28 (11) \$55,000 of the health professions account appropriation is  
29 provided solely for the implementation of Substitute House Bill No.  
30 1397 (massage therapy). If the bill is not enacted by June 30, 2007,  
31 the amount provided in this subsection shall lapse.

32 (12) \$58,000 of the general fund--private/local appropriation is  
33 provided solely for the implementation of Senate Bill No. 5398  
34 (specialty hospitals). If the bill is not enacted by June 30, 2007,  
35 the amount provided in this subsection shall lapse.

36 (13) \$34,000 of the general fund--state appropriation for fiscal  
37 year 2008, \$44,000 of the general fund--state appropriation for fiscal  
38 year 2009, and \$224,000 of the oyster reserve land account--state

1 appropriation are provided solely for the implementation of Engrossed  
2 Substitute Senate Bill No. 5372 (Puget Sound partnership). If the bill  
3 is not enacted by June 30, 2007, the amounts provided in this  
4 subsection shall lapse.

5 (14) \$571,000 of the general fund--state appropriation for fiscal  
6 year 2008 and \$458,000 of the general fund--state appropriation for  
7 fiscal year 2009 are provided solely for the implementation of Second  
8 Substitute House Bill No. 1106 (hospital acquired infections). If the  
9 bill is not enacted by June 30, 2007, the amounts provided in this  
10 subsection shall lapse.

11 (15) \$4,000,000 of the general fund--state appropriation for fiscal  
12 year 2008, \$5,000,000 of the general fund--state appropriation for  
13 fiscal year 2009, and \$1,000,000 of the public health services  
14 account--state appropriation are provided solely for department of  
15 health-funded family planning clinics to increase the capacity of the  
16 clinics to provide family planning and reproductive health services to  
17 low-income men and women who are not otherwise eligible for services  
18 through the department of social and health services medical assistance  
19 program and for clinical or other health services associated with  
20 sexually transmitted disease testing through the infertility prevention  
21 project. Funds appropriated and expended under this subsection for  
22 fiscal year 2009 shall be distributed in a manner that allocates  
23 funding to department of health-funded family planning clinics based  
24 upon the percentage of medical assistance family planning waiver  
25 clients in calendar year 2005 who received services from a provider  
26 located in the geographic area served by the department of  
27 health-funded clinic. Of these amounts, the department is authorized  
28 to expend up to \$1,000,000 of its general fund--state appropriation for  
29 fiscal year 2009 for services provided in fiscal year 2008, if  
30 necessary, to offset reductions in federal funding.

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

37 (17) \$147,000 of the general fund--state appropriation for fiscal  
38 year 2008 and \$32,000 of the general fund--state appropriation for

1 fiscal year 2009 are provided solely for the department of health to  
2 provide relevant information on measures taken to facilitate expanded  
3 use of reclaimed water pursuant to Engrossed Second Substitute Senate  
4 Bill No. 6117 (reclaimed water). If the bill is not enacted by June  
5 30, 2007, the amounts provided in this subsection shall lapse.

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

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

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

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

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

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

37 (c) Compile information for and draft the "Washington Service  
38 Guidelines for Individuals with Autism - Birth Through Lifespan" book



1 described in the task force's recommendations. Funding to print and  
2 distribute the book is expected to come from federal or private  
3 sources; and

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

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

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

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

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

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

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

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

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

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

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

33 (b) For the purposes of this subsection:

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

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

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

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

12 (30) \$15,000 of the general fund--state appropriation for fiscal  
13 year 2008 and \$35,000 of the health professions account--state  
14 appropriation are provided solely for an evaluation of the economic  
15 benefits to the state's health care system of the midwifery licensure  
16 and regulatory program under chapter 18.50 RCW. In particular, the  
17 department shall contract with a consultant to conduct a review of  
18 existing research literature on whether these economic benefits exceed  
19 the state expenditures to subsidize the cost of the midwifery licensing  
20 and regulatory program under RCW 43.70.250. The evaluation shall  
21 include an assessment of the economic benefits to consumers who elect  
22 to have out-of-hospital births with midwives, including any reduced use  
23 of procedures that increase the costs of childbirth. The department  
24 shall submit the report to the appropriate policy and fiscal committees  
25 of the legislature by January 1, 2008.

26 (31) \$147,000 of the health professions account--state  
27 appropriation is provided solely for the department of health to  
28 convene a work group to develop recommendations regarding the need to  
29 regulate those individuals currently registered with the department of  
30 health as counselors. The department of health shall submit  
31 recommendations of the work group to the legislature and governor by  
32 November 15, 2007. Based on the recommendations of the work group, the  
33 department of health shall draft credentialing guidelines for all  
34 registered counselors by January 1, 2008. Guidelines shall include  
35 education in risk assessment, ethics, professional standards, and  
36 deadlines for compliance.

37 (32) \$100,000 of the general fund--state appropriation for fiscal  
38 year 2009 is provided solely for the implementation of Second

1 Substitute Senate Bill No. 6483 (local food production). If the bill  
2 is not enacted by June 30, 2008, the amount provided in this subsection  
3 shall lapse.

4 (33) \$400,000 of the general fund--state appropriation for fiscal  
5 year 2009 is provided solely for the senior falls prevention pilot  
6 program, pursuant to section 7 of Engrossed Second Substitute House  
7 Bill No. 2668 (long-term care programs).

8 (34) \$585,000 of the general fund--state appropriation for fiscal  
9 year 2009 is provided solely for the Washington state breast and  
10 cervical health program to increase the provider reimbursement rate for  
11 digital mammographies to the medicare equivalent rate.

12 (35) \$100,000 of the general fund--state appropriation for fiscal  
13 year 2009 is provided solely for the child death review program. The  
14 program shall be transferred from the community and family health  
15 division to the injury prevention division within the department.

16 (36) \$100,000 of the general fund--state appropriation for fiscal  
17 year 2009 is provided solely for the northwest sickle cell  
18 collaborative program.

19 (37) \$77,000 of the general fund--state appropriation for fiscal  
20 year 2008 and \$154,000 of the general fund--state appropriation for  
21 fiscal year 2009 are provided solely for the restoration of  
22 maxillofacial/cleft palate teams in Yakima, Spokane, Seattle, and  
23 Tacoma.

24 (38) \$17,000 of the health professions account--state appropriation  
25 is provided solely to implement Second Substitute Senate Bill No. 6220  
26 (nurse delegation) or sections 11 and 12 of Engrossed Second Substitute  
27 House Bill No. 2668 (long-term care programs). If neither bill is  
28 enacted by June 30, 2008, the amount provided in this subsection shall  
29 lapse.

30 (39) \$11,000 of the health professions account--state appropriation  
31 is provided solely to implement Substitute Senate Bill No. 6439  
32 (radiologist assistants). If the bill is not enacted by June 30, 2008,  
33 the amount provided in this subsection shall lapse.

34 (40) \$115,000 of the general fund--state appropriation for fiscal  
35 year 2009 and \$4,261,000 of the health professions account--state  
36 appropriation are provided solely for implementation of Fourth  
37 Substitute House Bill No. 1103 (health professions). If the bill is

1 not enacted by June 30, 2008, the amounts provided in this subsection  
2 shall lapse.

3 (41) \$558,000 of the health professions account--state  
4 appropriation is provided solely for implementation of Second  
5 Substitute House Bill No. 2674 (counselor credentialing). If the bill  
6 is not enacted by June 30, 2008, the amount provided in this subsection  
7 shall lapse.

8 (42) The department of licensing and the department of health shall  
9 jointly review and report to the appropriate policy committees of the  
10 legislature by December 1, 2008, recommendations for implementing a  
11 process of holding in abeyance for up to six months following the  
12 conclusion of active duty service the expiration of, and currency  
13 requirements for, professional licenses and certificates for  
14 individuals who have been called to active duty military service.

15 (43) The higher education coordinating board, the department of  
16 licensing, and the department of health shall jointly review and report  
17 to appropriate policy committees of the legislature by December 1,  
18 2008, on barriers and opportunities for increasing the extent to which  
19 veterans separating from duty are able to apply skills sets and  
20 education required while in service to certification, licensure, and  
21 degree requirements.

22 (44) \$35,000 of the general fund--state appropriation for fiscal  
23 year 2009 and \$80,000 of the state toxics control account--state  
24 appropriation for fiscal year 2009 are provided solely for the  
25 implementation of Engrossed Second Substitute House Bill No. 2647  
26 (children's safe products). If the bill is not enacted by June 30,  
27 2008, the amounts provided in this subsection shall lapse.

28 (45) \$143,000 of the general fund--state appropriation for fiscal  
29 year 2009 is provided solely for Substitute Senate Bill No. 6340 (water  
30 system program). If the bill is not enacted by June 30, 2008, the  
31 amount provided in this subsection shall lapse.

32 (46) \$194,000 of the general fund--state appropriation for fiscal  
33 year 2009 is provided solely for Engrossed Second Substitute House Bill  
34 No. 2549 (patient-centered care). If the bill is not enacted by June  
35 30, 2008, the amount provided in this subsection shall lapse.

36 (47) \$96,000 of the health professions account--state appropriation  
37 is provided solely for the implementation of Substitute House Bill No.

1 2881 (practice of dentistry). If the bill is not enacted by June 30,  
2 2008, the amount provided in this subsection shall lapse.

3 (48) \$130,000 of the general fund--state appropriation for fiscal  
4 year 2009 is provided solely for the midwifery licensure and regulatory  
5 program to offset a reduction in revenue from fees. There shall be no  
6 change to the current annual fees for new or renewed licenses for the  
7 midwifery program. The department shall convene the midwifery advisory  
8 committee on a quarterly basis to address issues related to licensed  
9 midwifery.

10 (49) \$900,000 of the general fund--state appropriation for fiscal  
11 year 2009 is provided solely for the Washington colon health program.  
12 Through the program, the department shall provide grants to  
13 participating counties to provide free colorectal screening exams to  
14 individuals fifty to sixty-four years old who are below two hundred  
15 fifty percent of the federal poverty level.

16 (50) In addition to other reductions, the reduced appropriations in  
17 this section reflect an additional \$90,000 reduction in administrative  
18 costs required by Engrossed Substitute Senate Bill No. 5460 (reducing  
19 state government administrative costs). These administrative  
20 reductions shall be achieved, to the greatest extent possible, by  
21 reducing those administrative costs that do not affect direct client  
22 services or direct service delivery or programs.

23 **Sec. 1120.** 2008 c 329 s 223 (uncodified) is amended to read as  
24 follows:

25 **FOR THE DEPARTMENT OF CORRECTIONS.** ((+1)) The appropriations to  
26 the department of corrections in this act shall be expended for the  
27 programs and in the amounts specified herein. However, after May 1,  
28 ((2008)) 2009, after approval by the director of financial management  
29 and unless specifically prohibited by this act, the department may  
30 transfer general fund--state appropriations for fiscal year ((2008))  
31 2009 between programs. The department shall not transfer funds, and  
32 the director of financial management shall not approve the transfer,  
33 unless the transfer is consistent with the objective of conserving, to  
34 the maximum extent possible, the expenditure of state funds and not  
35 federal funds. The director of financial management shall notify the  
36 appropriate fiscal committees of the senate and house of  
37 representatives in writing seven days prior to approving any deviations

1 from appropriation levels. The written notification shall include a  
2 narrative explanation and justification of the changes(~~(, along with~~  
3 ~~expenditures and allotments by budget unit and appropriation, both~~  
4 ~~before and after any allotment modifications or transfers.~~

5 ~~(2) The department may transfer up to \$15,000,000 of the general~~  
6 ~~fund state appropriation for fiscal year 2009 into fiscal year 2008,~~  
7 ~~if deemed necessary by the department and approved in advance by the~~  
8 ~~director of financial management. The director of financial management~~  
9 ~~shall notify the fiscal committees of the legislature in writing seven~~  
10 ~~days prior to approving a transfer under this subsection. The written~~  
11 ~~notification shall include a narrative explanation and justification of~~  
12 ~~the transfer including allotment detail by program, budget object, and~~  
13 ~~budget unit for both fiscal years, both before and after any~~  
14 ~~transfers)).~~

15 **Sec. 1121.** 2009 c 4 s 222 (uncodified) is amended to read as  
16 follows:

17 **FOR THE DEPARTMENT OF CORRECTIONS**

18 (1) ADMINISTRATION AND SUPPORT SERVICES

19 General Fund--State Appropriation (FY 2008) . . . . .	\$57,545,000
20 General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$52,652,000 ))</del>
21	<u>\$52,320,000</u>
22 Washington Auto Theft Prevention Authority Account--	
23 State Appropriation . . . . .	\$169,000
24 Violence Reduction and Drug Enforcement	
25 Account--State Appropriation (FY 2008) . . . . .	\$13,000
26 Violence Reduction and Drug Enforcement	
27 Account--State Appropriation (FY 2009) . . . . .	\$13,000
28 Public Safety and Education Account--State	
29 Appropriation (FY 2008) . . . . .	\$1,467,000
30 Public Safety and Education Account--State	
31 Appropriation (FY 2009) . . . . .	\$1,481,000
32 Pension Funding Stabilization Account--State	
33 Appropriation . . . . .	\$1,280,000
34 TOTAL APPROPRIATION . . . . .	<del>(( \$114,620,000 ))</del>
35	<u>\$114,288,000</u>

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

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

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

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

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

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

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



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

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

9 (h) \$150,000 of the general fund--state appropriation for fiscal  
10 year 2009 is provided solely to implement Engrossed Second Substitute  
11 House Bill No. 2712 (criminal street gangs). If the bill is not  
12 enacted by June 30, 2008, the amount provided in this subsection shall  
13 lapse.

14 (2) CORRECTIONAL OPERATIONS

15	General Fund--State Appropriation (FY 2008) . . . . .	(( <del>\$601,402,000</del> ))
16		<u>\$616,402,000</u>
17	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$647,608,000</del> ))
18		<u>\$655,534,000</u>
19	General Fund--Federal Appropriation . . . . .	(( <del>\$4,157,000</del> ))
20		<u>\$3,941,000</u>
21	Public Safety and Education Account--State	
22	Appropriation (FY 2008) . . . . .	\$1,050,000
23	Public Safety and Education Account--State	
24	Appropriation (FY 2009) . . . . .	\$1,350,000
25	Washington Auto Theft Prevention Authority Account--	
26	State Appropriation . . . . .	\$1,338,000
27	Violence Reduction and Drug Enforcement	
28	Account--State Appropriation (FY 2008) . . . . .	\$1,492,000
29	Violence Reduction and Drug Enforcement	
30	Account--State Appropriation (FY 2009) . . . . .	\$1,492,000
31	Pension Funding Stabilization Account--State	
32	Appropriation . . . . .	\$11,800,000
33	TOTAL APPROPRIATION . . . . .	(( <del>\$1,271,689,000</del> ))
34		<u>\$1,294,399,000</u>

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

37 (a) The department may expend funds generated by contractual  
38 agreements entered into for mitigation of severe overcrowding in local

1 jails. Any funds generated in excess of actual costs shall be  
2 deposited in the state general fund. Expenditures shall not exceed  
3 revenue generated by such agreements and shall be treated as a recovery  
4 of costs.

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

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

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

23 (e) The Harborview medical center shall provide inpatient and  
24 outpatient hospital services to offenders confined in department of  
25 corrections facilities at a rate no greater than the average rate that  
26 the department has negotiated with other community hospitals in  
27 Washington state.

28 (f) \$358,000 of the Washington auto theft prevention authority  
29 account--state appropriation for fiscal year 2008 and \$980,000 of the  
30 Washington auto theft prevention authority account--state appropriation  
31 for fiscal year 2009 are provided solely for the implementation of  
32 Engrossed Third Substitute House Bill No. 1001 (auto theft). If the  
33 bill is not enacted by June 30, 2007, the amounts provided in this  
34 subsection shall lapse.

35 (g) \$22,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$22,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for the implementation of

1 Substitute House Bill No. 1097 (vulnerable adults). If the bill is not  
2 enacted by June 30, 2007, the amounts provided in this subsection shall  
3 lapse.

4 (h) \$22,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$22,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely for the implementation of  
7 Substitute House Bill No. 1319 (correctional agency employee). If the  
8 bill is not enacted by June 30, 2007, the amounts provided in this  
9 subsection shall lapse.

10 (i) \$87,000 of the general fund--state appropriation for fiscal  
11 year 2008 and \$87,000 of the general fund--state appropriation for  
12 fiscal year 2009 are provided solely for the implementation of House  
13 Bill No. 1592 (sentence review board). If the bill is not enacted by  
14 June 30, 2007, the amounts provided in this subsection shall lapse.

15 (j) \$544,000 of the general fund--state appropriation for fiscal  
16 year 2008 and \$496,000 of the general fund--state appropriation for  
17 fiscal year 2009 are provided solely for development of individual  
18 reentry plans to prepare offenders for release into the community as  
19 generally described in Engrossed Substitute Senate Bill No. 6157  
20 (offender recidivism). Individual reentry plans shall be based on an  
21 assessment of the offender using a standardized and comprehensive tool.  
22 The individual reentry plan may be one document, or may be a series of  
23 individual plans that combine to meet the requirements. The individual  
24 reentry plan shall, at a minimum, include:

25 (i) A plan to maintain contact with the inmate's children and  
26 family, if appropriate. The plan should determine whether parenting  
27 classes, or other services, are appropriate;

28 (ii) A description of the offender's education, certifications,  
29 work experience, skills, and training; and

30 (iii) A plan for the offender during the period of incarceration  
31 through reentry into the community that addresses the needs of the  
32 offender including education, employment, substance abuse treatment,  
33 mental health treatment, and family reunification. The individual  
34 reentry plan shall be updated as appropriate during the period of  
35 incarceration, and prior to the inmate's release to address public  
36 safety concerns, consistency with the offender risk management level  
37 assigned by the department, housing, and connecting with a community

1 justice center in the area in which the offender will be residing, if  
2 a community justice center is located in that area.

3 (iv) If the appropriation in this subsection is not sufficient for  
4 this program, the department shall prioritize the use of available  
5 funds.

6 (3) COMMUNITY SUPERVISION

7	General Fund--State Appropriation (FY 2008) . . . . .	\$133,157,000
8	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$145,881,000)</del>
9		<u>\$146,344,000</u>
10	General Fund--Federal Appropriation . . . . .	\$416,000
11	Public Safety and Education Account--State	
12	Appropriation (FY 2008) . . . . .	\$9,319,000
13	Public Safety and Education Account--State	
14	Appropriation (FY 2009) . . . . .	\$9,370,000
15	Pension Funding Stabilization Account--State	
16	Appropriation . . . . .	\$2,800,000
17	TOTAL APPROPRIATION . . . . .	<del>(\$300,943,000)</del>
18		<u>\$301,406,000</u>

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

21 (a) The department shall accomplish personnel reductions with the  
22 least possible impact on correctional custody staff, community custody  
23 staff, and correctional industries. For the purposes of this  
24 subsection, correctional custody staff means employees responsible for  
25 the direct supervision of offenders.

26 (b) For the acquisition of properties and facilities, the  
27 department of corrections is authorized to enter into financial  
28 contracts, paid for from operating resources, for the purposes  
29 indicated and in not more than the principal amounts indicated, plus  
30 financing expenses and required reserves pursuant to chapter 39.94 RCW.  
31 This authority applies to the following: Lease-develop with the option  
32 to purchase or lease-purchase work release beds in facilities  
33 throughout the state for \$8,561,000.

34 (c) \$1,167,000 of the general fund--state appropriation for fiscal  
35 year 2008 and \$2,295,000 of the general fund--state appropriation for  
36 fiscal year 2009 are provided solely for the establishment and  
37 operation of community justice centers by the department as generally

1 described in Engrossed Substitute Senate Bill No. 6157 (offender  
2 recidivism). At a minimum, a community justice center shall include:

3 (i) A violator program to allow the department to utilize a range  
4 of available sanctions for offenders who violate conditions of their  
5 supervision;

6 (ii) An employment opportunity program to assist an offender in  
7 finding employment;

8 (iii) On-site services or resources for connecting offenders with  
9 services such as mental health and substance abuse treatment,  
10 transportation, training, family reunification, and community services;  
11 and

12 (iv) The services of a transition coordinator to facilitate  
13 connections between the former offender and the community. The  
14 transition coordinator shall provide information to former offenders  
15 regarding services available to them in the community including, but  
16 not limited to housing assistance, employment assistance, education,  
17 vocational training, parent education, financial literacy, treatment  
18 for substance abuse, mental health, anger management, and shall assist  
19 offenders in their efforts to access needed services.

20 (v) If the appropriation in this subsection is not sufficient for  
21 this program, the department shall prioritize the use of available  
22 funds.

23 (4) CORRECTIONAL INDUSTRIES

24 General Fund--State Appropriation (FY 2008) . . . . .	\$1,001,000
25 General Fund--State Appropriation (FY 2009) . . . . .	\$2,357,000
26 TOTAL APPROPRIATION . . . . .	\$3,358,000

27 The appropriations in this subsection are subject to the following  
28 conditions and limitations: \$124,000 of the general fund--state  
29 appropriation for fiscal year 2008 and \$132,000 of the general fund--  
30 state appropriation for fiscal year 2009 are provided solely for  
31 transfer to the jail industries board. The board shall use the amounts  
32 provided only for administrative expenses, equipment purchases, and  
33 technical assistance associated with advising cities and counties in  
34 developing, promoting, and implementing consistent, safe, and efficient  
35 offender work programs.

36 (5) INTERAGENCY PAYMENTS

37 General Fund--State Appropriation (FY 2008) . . . . .	\$35,036,000
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1 General Fund--State Appropriation (FY 2009) . . . . . ((~~\$28,082,000~~))  
 2 \$29,043,000  
 3 TOTAL APPROPRIATION . . . . . ((~~\$63,118,000~~))  
 4 \$64,079,000

5 The appropriations in this subsection are subject to the following  
 6 conditions and limitations: \$35,000 of the general fund--state  
 7 appropriation for fiscal year 2008 is provided solely for expenditures  
 8 related to the *Farrakhan v. Locke* litigation.

9 **Sec. 1122.** 2009 c 4 s 223 (uncodified) is amended to read as  
 10 follows:

11 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

12 General Fund--State Appropriation (FY 2008) . . . . . \$2,566,000  
 13 General Fund--State Appropriation (FY 2009) . . . . . \$2,375,000  
 14 General Fund--Federal Appropriation . . . . . ((~~\$17,584,000~~))  
 15 \$18,757,000  
 16 General Fund--Private/Local Appropriation . . . . . \$20,000  
 17 TOTAL APPROPRIATION . . . . . ((~~\$22,545,000~~))  
 18 \$23,718,000

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

21 (1) \$4,000 of the general fund--state appropriation for fiscal year  
 22 2008 and \$4,000 of the general fund--state appropriation for fiscal  
 23 year 2009 are provided solely for an adjustment to the agency lease  
 24 rate for space occupied and parking in the Tacoma Rhodes center. The  
 25 department of general administration shall increase lease rates to meet  
 26 the cash gain/loss break-even point for the Tacoma Rhodes center  
 27 effective July 1, 2007.

28 (2) The department shall not reduce and shall continue to provide  
 29 funding for contracted services that provide employment support and  
 30 help with life activities for deaf and blind individuals in King  
 31 county.

32 **Sec. 1123.** 2009 c 4 s 225 (uncodified) is amended to read as  
 33 follows:

34 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

35 General Fund--State Appropriation (FY 2008) . . . . . \$60,000  
 36 General Fund--State Appropriation (FY 2009) . . . . . \$272,000

1	General Fund--Federal Appropriation . . . . .	(( <del>\$264,967,000</del> ))
2		<u>\$320,249,000</u>
3	General Fund--Private/Local Appropriation . . . . .	\$33,578,000
4	Unemployment Compensation Administration Account--	
5	Federal Appropriation . . . . .	(( <del>\$252,907,000</del> ))
6		<u>\$273,138,000</u>
7	Administrative Contingency Account--State	
8	Appropriation . . . . .	\$22,802,000
9	Employment Service Administrative Account--State	
10	Appropriation . . . . .	\$33,843,000
11	Family Leave Insurance Account--State Appropriation . . . . .	\$1,764,000
12	TOTAL APPROPRIATION . . . . .	(( <del>\$610,193,000</del> ))
13		<u>\$685,706,000</u>

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

16 (1) \$4,578,000 of the unemployment compensation administration  
17 account--federal appropriation is provided from funds made available to  
18 the state by section 903(d) of the social security act (Reed Act).  
19 These funds are authorized to provide direct services to unemployment  
20 insurance claimants and providing job search review.

21 (2) \$2,300,000 of the unemployment compensation administration  
22 account--federal appropriation is provided from amounts made available  
23 to the state by section 903(d) of the social security act (Reed Act).  
24 This amount is authorized to continue implementation of chapter 4, Laws  
25 of 2003 2nd sp. sess. and for implementation costs relating to chapter  
26 133, Laws of 2005 (unemployment insurance).

27 (3) \$23,162,000 of the unemployment compensation administration  
28 account--federal appropriation is provided from amounts made available  
29 to the state by section 903(d) of the social security act (Reed Act).  
30 This amount is authorized to continue current unemployment insurance  
31 functions and department services to employers and job seekers.

32 (4) \$372,000 of the administrative contingency account--state  
33 appropriation is provided solely to implement Substitute Senate Bill  
34 No. 5653 (self-employment). If the bill is not enacted by June 30,  
35 2007, the amount provided in this subsection shall lapse.

36 (5) \$12,054,000 of the unemployment compensation administration  
37 account--federal appropriation is provided from amounts made available  
38 to the state by section 903(d) of the social security act (Reed act).

1 This amount is authorized to fund the unemployment insurance tax  
2 information system (TAXIS) technology initiative for the employment  
3 security department.

4 (6) \$430,000 of the unemployment compensation administration  
5 account--federal appropriation is provided from amounts made available  
6 to the state by section 903(d) of the social security act (Reed act).  
7 This amount is authorized to replace high-risk servers used by the  
8 unemployment security department.

9 (7) \$503,000 of the unemployment compensation administration  
10 account--federal appropriation is provided from amounts made available  
11 to the state by section 903(d) of the social security act (Reed act).  
12 This amount is authorized to provide a system to track computer  
13 upgrades and changes for the unemployment security department.

14 (8) \$183,000 of the unemployment compensation administration  
15 account--federal appropriation is provided from the amounts made  
16 available to the state by section 903(d) of the social security act  
17 (Reed Act). This amount is authorized to conduct a feasibility study  
18 to integrate job search data systems.

19 (9) \$2,331,000 of the unemployment compensation administration  
20 account--federal appropriation is provided from amounts made available  
21 to the state by section 903(d) of the social security act (Reed Act).  
22 This amount is authorized for hardware and software to ensure the  
23 ongoing, reliable operation of the telecenters.

24 (10) \$488,000 of the unemployment compensation administration  
25 account--federal appropriation is provided from amounts made available  
26 to the state by section 903(d) of the social security act (Reed Act).  
27 This amount is authorized for the relocation of the WorkSource office  
28 in Lakewood.

29 (11) \$1,764,000 of the family leave insurance account--state  
30 appropriation is provided solely for implementation of the family leave  
31 insurance program.

32 ~~((a) The amount provided in this subsection assumes that, in~~  
33 ~~developing the information technology systems to support the payment of~~  
34 ~~benefits, the department will incorporate the claim filing and benefit~~  
35 ~~payment efficiencies recommended by the joint legislative task force on~~  
36 ~~family leave insurance in Part III of its final report dated January~~  
37 ~~23, 2008, including:~~



1 ~~(i) Eliminating the option for awarding attorney fees and costs for~~  
2 ~~administrative hearings;~~

3 ~~(ii) Authorizing claims for benefits to be filed in the six-week~~  
4 ~~period beginning on the first day of the calendar week in which the~~  
5 ~~individual is on family leave;~~

6 ~~(iii) Not requiring claimants to verify the birth of a child or the~~  
7 ~~placement of a child for adoption;~~

8 ~~(iv) Including an attestation from the claimant that written notice~~  
9 ~~has been provided to the employer of the intention to take family~~  
10 ~~leave; and~~

11 ~~(v) Not deducting and withholding federal income taxes from benefit~~  
12 ~~payments.~~

13 ~~(b) In addition, the department shall incorporate the following~~  
14 ~~claim filing and benefit payment efficiencies:~~

15 ~~(i) Define "qualifying year" to mean the first four of the last~~  
16 ~~five completed calendar quarters or, if eligibility is not established,~~  
17 ~~the last four completed calendar immediately preceding the first day of~~  
18 ~~the application year;~~

19 ~~(ii) Allow individuals to file a claim for benefits in the six-week~~  
20 ~~period beginning on the first day of the calendar year in which the~~  
21 ~~individual is on family leave; and~~

22 ~~(iii) After an initial family leave insurance benefit is paid,~~  
23 ~~subsequent payments must be made biweekly, rather than semimonthly,~~  
24 ~~thereafter.))~~

25 (12) \$222,000 of the general fund--state appropriation for fiscal  
26 year 2009 is provided solely to implement Engrossed Second Substitute  
27 House Bill No. 2815 (greenhouse gas emissions). If the bill is not  
28 enacted by June 30, 2008, the amounts provided in this subsection shall  
29 lapse.

30 (13) \$155,000 of the unemployment compensation administration  
31 account--federal appropriation is provided solely to implement Second  
32 Substitute Senate Bill No. 6732 (construction industry). If the bill  
33 is not enacted by June 30, 2008, the amounts provided in this  
34 subsection shall lapse.

(End of part)

**PART XII**  
**NATURAL RESOURCES**

**Sec. 1201.** 2009 c 4 s 301 (uncodified) is amended to read as follows:

**FOR THE COLUMBIA RIVER GORGE COMMISSION**

General Fund--State Appropriation (FY 2008)	\$524,000
General Fund--State Appropriation (FY 2009)	\$509,000
General Fund--Federal Appropriation	\$9,000
General Fund--Private/Local Appropriation	<del>(\$1,044,000)</del>
	<u>\$1,017,000</u>
TOTAL APPROPRIATION	<del>(\$2,086,000)</del>
	<u>\$2,059,000</u>

**Sec. 1202.** 2009 c 4 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

General Fund--State Appropriation (FY 2008)	\$50,109,000
General Fund--State Appropriation (FY 2009)	<del>(\$45,748,000)</del>
	<u>\$45,561,000</u>
General Fund--Federal Appropriation	\$83,013,000
General Fund--Private/Local Appropriation	\$13,618,000
Special Grass Seed Burning Research	
Account--State Appropriation	\$14,000
Reclamation Account--State Appropriation	\$4,207,000
Flood Control Assistance Account--State Appropriation	\$4,151,000
Aquatic Lands Enhancement Account--State Appropriation	\$400,000
State Emergency Water Projects Revolving	
Account--State Appropriation	\$390,000
Waste Reduction/Recycling/Litter	
Control--State Appropriation	\$19,588,000
State Drought Preparedness--State Appropriation	\$115,000
State and Local Improvements Revolving Account	
(Water Supply Facilities)--State Appropriation	\$421,000
Vessel Response Account--State Appropriation	\$1,604,000
Freshwater Aquatic Algae Control Account--State	

1	Appropriation . . . . .	\$509,000
2	Site Closure Account--State Appropriation . . . . .	\$694,000
3	Water Quality Account--State Appropriation	
4	(FY 2008) . . . . .	\$15,137,000
5	Water Quality Account--State Appropriation	
6	(FY 2009) . . . . .	\$16,493,000
7	Wood Stove Education and Enforcement Account--State	
8	Appropriation . . . . .	\$370,000
9	Worker and Community Right-to-Know Account--State	
10	Appropriation . . . . .	\$2,247,000
11	State Toxics Control Account--State Appropriation . . . . .	<del>(\$99,235,000)</del>
12		<u>\$95,125,000</u>
13	State Toxics Control Account--Private/Local	
14	Appropriation . . . . .	\$381,000
15	Local Toxics Control Account--State Appropriation . . . . .	\$20,952,000
16	Water Quality Permit Account--State Appropriation . . . . .	\$34,022,000
17	Underground Storage Tank Account--State	
18	Appropriation . . . . .	\$3,635,000
19	Biosolids Permit Account--State Appropriation . . . . .	\$1,396,000
20	Hazardous Waste Assistance Account--State	
21	Appropriation . . . . .	\$5,834,000
22	Air Pollution Control Account--State Appropriation . . . . .	\$6,306,000
23	Oil Spill Prevention Account--State Appropriation . . . . .	\$12,205,000
24	Air Operating Permit Account--State Appropriation . . . . .	\$2,680,000
25	Freshwater Aquatic Weeds Account--State Appropriation . . . . .	\$1,690,000
26	Oil Spill Response Account--State Appropriation . . . . .	\$7,078,000
27	Metals Mining Account--State Appropriation . . . . .	\$14,000
28	Water Pollution Control Revolving Account--State	
29	Appropriation . . . . .	\$464,000
30	Water Pollution Control Revolving Account--Federal	
31	Appropriation . . . . .	\$2,271,000
32	Columbia River Water Delivery Account--State	
33	Appropriation . . . . .	\$2,150,000
34	TOTAL APPROPRIATION . . . . .	<del>(\$459,141,000)</del>
35		<u>\$454,844,000</u>

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

1 (1) \$170,000 of the oil spill prevention account--state  
2 appropriation is provided solely for a contract with the University of  
3 Washington's sea grant program to continue an educational program  
4 targeted to small spills from commercial fishing vessels, ferries,  
5 cruise ships, ports, and marinas.

6 (2) \$256,000 of the general fund--state appropriation for fiscal  
7 year 2008, \$209,000 of the general fund--state appropriation for fiscal  
8 year 2009, and \$200,000 of the general fund--private local  
9 appropriation are provided solely to implement activities associated  
10 with a regional haze program. Funds shall be collected and expended in  
11 accordance with the terms of the contract entered into with affected  
12 businesses and the department of ecology.

13 (3) \$2,000,000 of the local toxics control account--state  
14 appropriation is provided solely to local governments outside of Puget  
15 Sound for municipal storm water programs, including but not limited to,  
16 implementation of phase II municipal storm water permits, source  
17 control for toxics in association with cleanup of contaminated sediment  
18 sites, and source control programs for shellfish protection districts  
19 where storm water is a significant contributor.

20 (4) Fees approved by the department of ecology in the 2007-09  
21 biennium are authorized to exceed the fiscal growth factor under RCW  
22 43.135.055. Pursuant to RCW 43.135.055, the department is further  
23 authorized to increase the following fees in fiscal year 2009 as  
24 necessary to meet the actual costs of conducting business and the  
25 appropriation levels in this section: Wastewater discharge permit, not  
26 more than 5.57 percent; dam periodic inspection permit, not more than  
27 5.57 percent; dam construction permit, not more than 5.57 percent; and  
28 mixed waste management, not more than 14.14 percent.

29 (5) \$1,000,000 of the general fund--state appropriation for fiscal  
30 year 2008 and \$927,000 of the general fund--state appropriation for  
31 fiscal year 2009 are provided solely to improve the performance of  
32 wetland mitigation. Of this amount, \$55,000 of the general fund--state  
33 appropriation for fiscal year 2008 and \$55,000 of the general fund--  
34 state appropriation for fiscal year 2009 are provided solely to support  
35 a wetland in Whatcom county. The program will engage local, state, and  
36 federal agencies, private investors, property owners, and others in the  
37 creation of one or more wetland banks and other measures to protect  
38 habitat functions and values while accommodating urban growth in the

1 region. Priority shall be given to state and local government  
2 partnerships for wetland characterization. The department shall issue  
3 a report of its findings and recommendations on how wetland mitigation  
4 success can be improved to the office of financial management and the  
5 appropriate policy committees of the legislature.

6 (6) \$260,000 of the state toxics control account--state  
7 appropriation is provided solely to support pesticide container  
8 recycling activities in Washington.

9 (7) \$250,000 of the general fund--state appropriation for fiscal  
10 year 2008 and \$250,000 of the general fund--state appropriation for  
11 fiscal year 2009 are provided solely for a pilot project to provide  
12 grants to two local government jurisdictions located in the Puget Sound  
13 area to improve compliance with existing environmental laws. Grant  
14 funds shall be used for providing information on existing requirements,  
15 providing technical assistance necessary to comply on a voluntary  
16 basis, and taking enforcement action.

17 (8) \$1,257,000 of the reclamation account--state appropriation is  
18 provided solely to implement Substitute Senate Bill No. 5881 (water  
19 power license fees). If the bill is not enacted by June 30, 2007, the  
20 amount provided in this section shall lapse.

21 (9) \$694,000 of the underground storage tank account--state  
22 appropriation is provided solely to implement Substitute Senate Bill  
23 No. 5475 (underground storage tanks). If the bill is not enacted by  
24 June 30, 2007, the amount provided in this section shall lapse.

25 (10) \$2,026,000 of the local toxics control account--state  
26 appropriation is provided solely for local governments located near  
27 hazardous waste clean-up sites, including Duwamish Waterway,  
28 Commencement Bay, and Bellingham Bay, to work with small businesses and  
29 citizens to safely manage hazardous and solid wastes to prevent the  
30 contamination.

31 (11) \$876,000 of the state toxics control account and \$876,000 of  
32 the local toxics control account are provided solely for public  
33 participation grants related to toxic cleanup sites within and around  
34 Puget Sound.

35 (12) \$831,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$669,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely to implement watershed plans. Of  
38 this amount, \$313,650 of the general fund--state appropriation for

1 fiscal year 2008 and \$529,000 of the general fund--state appropriation  
2 for fiscal year 2009 are provided solely to support the implementation  
3 of the WRIA 1 watershed plan and the Bertrand watershed improvement  
4 district plan, including but not limited to implementation of the  
5 Nooksack River basin stream gauging program, study of the feasibility  
6 of a public utility district pipeline in the Bertrand watershed, study  
7 and construction of water storage and augmentation in the Bertrand  
8 watershed, and preparation and development of the next subbasin  
9 watershed plan agreed to by the Bertrand instream flow policy group.

10 (13) \$75,000 of the general fund--state appropriation for fiscal  
11 year 2008 and \$75,000 of the general fund--state appropriation for  
12 fiscal year 2009 are provided solely to implement Second Substitute  
13 House Bill No. 2220 (shellfish). The department shall develop, by  
14 rule, guidelines for the appropriate siting and operation of geoduck  
15 aquaculture operations to be included in any master program under the  
16 shorelines management act. If the bill is not enacted by June 30,  
17 2007, the amounts provided in this subsection shall lapse.

18 (14) \$15,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$15,000 of the general fund--state appropriation for  
20 fiscal year 2009 are provided solely for convening a stakeholder group  
21 to recommend establishing a sustainable statewide regional CBRNE/Hazmat  
22 response capability.

23 (15) \$100,000 of the general fund--state appropriation for fiscal  
24 year 2008 and \$100,000 of the general fund--state appropriation for  
25 fiscal year 2009 are provided solely to implement key recommendations  
26 and actions identified in the "Washington's Ocean Action Plan:  
27 Enhancing Management of Washington State's Ocean and Outer Coast". The  
28 department shall provide a progress report on implementing this plan to  
29 the appropriate policy committees of the legislature by December 31,  
30 2008.

31 (16) \$464,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$136,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely to implement Engrossed Substitute  
34 Senate Bill No. 6001 (climate change). If the bill is not enacted by  
35 June 30, 2007, the amounts provided in this subsection shall lapse.

36 (17) \$75,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$75,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for the department to oversee

1 beach seaweed removal in the west Seattle Fauntleroy community. The  
2 department may spend up to \$25,000 of this amount for its cost of  
3 administration.

4 (18) \$693,000 of the state toxics control account is provided  
5 solely for implementation of Senate Bill No. 5421 (environmental  
6 covenants). If the bill is not enacted by June 30, 2007, the amount  
7 provided in this section shall lapse.

8 (19) \$99,000 of the general fund--state appropriation for fiscal  
9 year 2008 and \$100,000 of the general fund--state appropriation for  
10 fiscal year 2009 are provided solely for a marshland study of key areas  
11 of salmon habitat along the Snohomish river estuary.

12 (20) \$196,000 of the general fund--state appropriation for fiscal  
13 year 2008, \$132,000 of the general fund--state appropriation for fiscal  
14 year 2009, and \$19,000 of the oil spill prevention account  
15 appropriation are provided solely to implement Engrossed Substitute  
16 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not  
17 enacted by June 30, 2007, the department shall execute activities as  
18 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound  
19 partnership).

20 (21) \$150,000 of the general fund--state appropriation for fiscal  
21 year 2008 is provided solely for the department to contract with the  
22 U.S. institute for environmental conflict resolution, a federal agency,  
23 to develop a pilot water management process with three federally  
24 recognized treaty Indian tribes. \$50,000 of the general fund--state  
25 appropriation for fiscal year 2008 is provided solely for the northwest  
26 Indian fisheries commission to help establish the pathway for the  
27 process in federal agencies.

28 (22) \$150,000 of the general fund--state appropriation for fiscal  
29 year 2009 is provided solely to continue the pilot water pathways  
30 project through the remainder of the biennium. The department will  
31 work with the northwest Indian fisheries commission and the U.S.  
32 institute on environmental conflict resolution to find resolution on  
33 persistent water policy issues between tribes and nontribal entities.

34 (23) \$319,000 of the general fund--state appropriation for fiscal  
35 year 2008 and \$241,000 of the general fund--state appropriation for  
36 fiscal year 2009 are provided solely for the implementation of  
37 Engrossed Second Substitute Senate Bill No. 6117 (reclaimed water). If

1 the bill is not enacted by June 30, 2007, the amounts provided in this  
2 subsection shall lapse.

3 (24) \$53,000 of the oil spill prevention account--state  
4 appropriation is provided solely for the implementation of Senate Bill  
5 No. 5552 (penalties for oil spills). If the bill is not enacted by  
6 June 30, 2007, the amount provided in this subsection shall lapse.

7 (25) \$50,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$50,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely to the department to convene a  
10 shellfish aquaculture regulatory committee, composed of a balanced  
11 representation from interested state regulatory agencies, Native  
12 American tribes, local governments and the environmental and shellfish  
13 farming communities. The group will be facilitated by the office of  
14 regulatory assistance and will address federal, state, and local  
15 regulatory issues related to shellfish farming.

16 (26) Within the appropriations provided in this section for the  
17 development of water supplies in the Columbia river basin, the  
18 department shall assist county governments located east of the crest of  
19 the Cascade mountain range that: Have an international border; or  
20 border a county with an international boundary and a county with four  
21 hundred thousand or more residents, to identify water supply projects  
22 to compete for funding from the Columbia river basin water management  
23 program. The department shall provide technical assistance as needed  
24 to further refine priority projects identified by these counties. The  
25 department shall consider and balance regional water supply needs in  
26 its funding allocation decisions made as a part of this program.

27 (27) \$50,000 of the general fund--state appropriation for fiscal  
28 year 2009 is provided solely for coordinating with the University of  
29 Washington to assess the current energy profile of Washington state  
30 pulp and paper mills. The energy consumption and energy generation  
31 capability will be determined for both steam and electrical power. In  
32 addition, the sources and types of fuels used in various boilers will  
33 be assessed.

34 (28) \$195,000 of the general fund--state appropriation for fiscal  
35 year 2009 is provided solely to support a collaborative process to  
36 design a proposed comprehensive water management structure for the  
37 Walla Walla river basin. The proposed structure should address the  
38 allocation of functions, authorities, resource requirements, and issues



1 associated with interstate watershed management of the basin. Invited  
2 participants should include but not be limited to the confederated  
3 tribes of the Umatilla Indian reservation; appropriate state agencies;  
4 and Walla Walla basin interests such as municipalities, irrigation  
5 districts, conservation districts, fisheries, agriculture, economic  
6 development, and environmental representatives. A report outlining the  
7 proposed governance and water management structure shall be submitted  
8 to the governor and the appropriate committees of the legislature by  
9 November 15, 2008.

10 (29) \$333,000 of the state toxics control account--state  
11 appropriation is provided solely for implementation of Engrossed Second  
12 Substitute House Bill No. 2647 (children's safe products). If the bill  
13 is not enacted by June 30, 2008, the amount provided in this subsection  
14 shall lapse.

15 (30) \$256,000 of the general fund--state appropriation for fiscal  
16 year 2008 and \$1,027,000 of the general fund--state appropriation for  
17 fiscal year 2009 are provided solely for Engrossed Second Substitute  
18 House Bill No. 2815 (reducing greenhouse gases emissions in the  
19 Washington economy). In participating in the western climate  
20 initiative under Engrossed Second Substitute House Bill No. 2815, the  
21 director of the department shall seek to ensure that the design for a  
22 regional multisector market-based system confers equitable economic  
23 benefits and opportunities to electric utilities operating in  
24 Washington by having that system recognize at least the following: (a)  
25 Voluntary investments made by Washington utilities in energy efficiency  
26 measures; (b) emission reduction benefits that other state and  
27 provincial participants in the western climate initiative derive from  
28 consuming renewable energy generated in Washington; and (c) adverse  
29 impacts that climate change uniquely has upon the capabilities of  
30 hydroelectric power generation. Washington state's representatives to  
31 the western climate initiative process shall advocate for a regional  
32 multisector market-based design that addresses competitive  
33 disadvantages that could be experienced by in-region industries as  
34 compared to industries in states or countries that do not have  
35 greenhouse gas reduction programs that are substantively equivalent to  
36 the system designed under the western climate initiative process. If  
37 the bill is not enacted by June 30, 2008, the amounts provided in this  
38 subsection shall lapse.

1 (31) Within the appropriations provided in this section the  
2 department shall ensure that standard statewide protocols for surface  
3 water monitoring are developed and included in status and trends  
4 monitoring to utilize information from other entities, including other  
5 state agencies, local governments, and volunteer groups.

6 (32)(a) \$2,000,000 of the Columbia river water delivery account  
7 appropriation is provided solely for distribution to affected counties  
8 as defined in Engrossed Second Substitute Senate Bill No. 6874  
9 (Columbia river water) to mitigate for negative impacts caused by  
10 releases of Lake Roosevelt water for the purposes described in that  
11 bill. The criteria for allocating these funds shall be developed by  
12 the department in consultation with affected local governments.

13 (b) \$150,000 of the Columbia river water delivery account  
14 appropriation is provided solely for the department to retain a  
15 contractor to perform an independent analysis of legislative options to  
16 protect rural communities in northeast Washington from disproportionate  
17 economic, agricultural, and environmental impacts when upstream water  
18 rights are purchased and transferred for use, or idled and used as  
19 mitigation, in a downstream watershed or county. Before retaining a  
20 contractor, the department shall consult with affected counties as  
21 defined in Engrossed Second Substitute Senate Bill No. 6874 (Columbia  
22 river water). The contractor selected shall conduct the independent  
23 analysis and develop a report describing options and recommended  
24 actions. The department of ecology shall provide the report to the  
25 appropriate committees of the legislature by December 1, 2008.

26 (c) If Engrossed Second Substitute Senate Bill No. 6874 (Columbia  
27 river water delivery) is not enacted by June 30, 2008, the amounts  
28 provided in this subsection shall lapse.

29 (33) \$210,000 of the local toxics control account--state  
30 appropriation is provided solely to clean up naturally occurring  
31 asbestos from Swift Creek.

32 (34) \$80,000 of the state toxics control account--state  
33 appropriation is provided solely for the department to create a  
34 stakeholder advisory committee to review and develop recommendations to  
35 help businesses achieve a fifty percent toxics reduction use goal. The  
36 committee shall: (a) Review and make recommendations to improve the  
37 effectiveness and delivery of technical assistance in pollution  
38 prevention planning; (b) develop recommendations for strategies to

1 encourage moving away from "end-of-pipe" pollution reduction approaches  
2 to increase hazardous waste prevention throughout the state; and (c)  
3 review and make recommendations on revising the hazardous waste  
4 planning fee under RCW 70.95E.030, including opportunities to provide  
5 incentives that reward businesses for toxic use reduction successes in  
6 meeting a fifty percent toxics use reduction goal. The committee shall  
7 report its findings and recommendations to the fiscal and policy  
8 committees of the senate and house of representatives by November 1,  
9 2008.

10 (35) \$70,000 of the general fund--state appropriation for fiscal  
11 year 2009 is provided solely for Substitute Senate Bill No. 6805  
12 (relating to promoting farm and forest land preservation and  
13 environmental restoration through conservation markets). If the bill  
14 is not enacted by June 30, 2008, the amount provided in this subsection  
15 shall lapse.

16 (36) RCW 70.105.280 authorizes the department to assess reasonable  
17 service charges against those facilities that store, treat, incinerate,  
18 or dispose of dangerous or extremely hazardous waste that involves both  
19 a nonradioactive hazardous component and a radioactive component.  
20 Service charges may not exceed the costs to the department in carrying  
21 out the duties in RCW 70.105.280. The current service charges do not  
22 meet the costs of the department to carry out its duties. Pursuant to  
23 RCW 43.135.055 and 70.105.280, the department is authorized to increase  
24 the service charges no greater than 10% for fiscal year 2009.

25 **Sec. 1203.** 2009 c 4 s 303 (uncodified) is amended to read as  
26 follows:

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

28	General Fund--State Appropriation (FY 2008) . . . . .	\$48,970,000
29	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$45,503,000)</del>
30		<u>\$45,508,000</u>
31	General Fund--Federal Appropriation . . . . .	\$5,731,000
32	General Fund--Private/Local Appropriation . . . . .	\$73,000
33	Winter Recreation Program Account--State	
34	Appropriation . . . . .	\$1,559,000
35	Off-Road Vehicle Account--State Appropriation . . . . .	\$234,000
36	Snowmobile Account--State Appropriation . . . . .	\$4,829,000
37	Aquatic Lands Enhancement Account--State	

1	Appropriation . . . . .	\$363,000
2	Public Safety and Education Account--State	
3	Appropriation (FY 2008) . . . . .	\$23,000
4	Public Safety and Education Account--State	
5	Appropriation (FY 2009) . . . . .	\$24,000
6	Parks Renewal and Stewardship Account--State	
7	Appropriation . . . . .	<del>(\$37,334,000)</del>
8		<u>\$38,584,000</u>
9	Parks Renewal and Stewardship Account--Private/Local	
10	Appropriation . . . . .	\$300,000
11	TOTAL APPROPRIATION . . . . .	<del>(\$144,943,000)</del>
12		<u>\$146,198,000</u>

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

15 (1) Fees approved by the state parks and recreation commission in  
16 the 2007-09 biennium are authorized to exceed the fiscal growth factor  
17 under RCW 43.135.055.

18 (2) \$79,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$79,000 of the general fund--state appropriation for  
20 fiscal year 2009 are provided solely for a grant for the operation of  
21 the Northwest avalanche center.

22 (3) \$300,000 of the general fund--state appropriation for fiscal  
23 year 2008 is provided solely for project scoping and cost estimating  
24 for the agency's 2009-11 capital budget submittal.

25 (4) \$2,255,000 of the general fund--state appropriation for fiscal  
26 year 2009 is provided solely for costs associated with relocating the  
27 commission's Tumwater headquarters office.

28 (5) \$272,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$271,000 of the general fund--state appropriation for  
30 fiscal year 2009 are provided solely for costs associated with  
31 relocating the commission's eastern Washington regional headquarters  
32 office.

33 (6) \$1,000,000 of the general fund--state appropriation for fiscal  
34 year 2008 is provided solely for replacing vehicles and equipment.

35 (7) \$1,611,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$1,428,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for planned and emergency  
38 maintenance of park facilities.

1 (8) \$1,700,000 of the general fund--federal appropriation for  
2 fiscal year 2009 is provided solely for the recreational boating safety  
3 program.

4 (9) \$954,000 of the general fund--state appropriation for fiscal  
5 year 2008 and (~~(\$1,007,000)~~) \$1,932,000 of the general fund--state  
6 appropriation for fiscal year 2009 are provided solely for the  
7 operations of Cama Beach state park.

8 (10) \$25,000 of the general fund--state appropriation for fiscal  
9 year 2008 and \$25,000 of the general fund--state appropriation for  
10 fiscal year 2009 are provided solely for implementation of Substitute  
11 Senate Bill No. 5219 (weather and avalanche center). If the bill is  
12 not enacted by June 30, 2007, the amounts provided in this subsection  
13 shall lapse.

14 (11) \$9,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$9,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for implementation of Substitute  
17 Senate Bill No. 5463 (forest fire protection). If the bill is not  
18 enacted by June 30, 2007, the amounts provided in this subsection shall  
19 lapse.

20 (12) \$9,000 of the general fund--state appropriation for fiscal  
21 year 2008 and \$9,000 of the general fund--state appropriation for  
22 fiscal year 2009 are provided solely for implementation of Substitute  
23 Senate Bill No. 5236 (public lands management). If the bill is not  
24 enacted by June 30, 2007, the amounts provided in this subsection shall  
25 lapse.

26 (13) \$264,000 of the general fund--state appropriation for fiscal  
27 year 2008 and (~~(\$217,000)~~) \$132,000 of the general fund--state  
28 appropriation for fiscal year 2009 are provided solely to establish a  
29 pilot lifeguard program at Lake Sammamish and Nolte state parks. The  
30 department shall complete a comprehensive risk analysis to determine if  
31 expansion of the lifeguard program or other drowning risk reduction  
32 measures should be implemented. The department shall report its  
33 findings to the office of financial management and the appropriate  
34 committees of the legislature by July 1, 2009. The department shall  
35 fully implement this program as intended in this subsection.

36 (14) \$455,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$10,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for the development of a long-

1 range plan for Fort Worden state park, including architectural and site  
2 design guidelines, business and operations implementation, site and  
3 facilities use plan, and for the department to convene a task force to  
4 recommend alternative governance structures for the park.

5 (15) \$1,600,000 of the parks renewal stewardship account--state  
6 appropriation is provided solely for operating state parks, developing  
7 and renovating park facilities, undertaking deferred maintenance,  
8 enhancing park stewardship and other state park purposes, pursuant to  
9 Substitute House Bill No. 2275 (raising funds for state parks).  
10 Expenditures from the amount provided in this subsection shall not  
11 exceed actual revenues received under Substitute House Bill No. 2275.  
12 If the bill is not enacted by June 30, 2007, the amounts provided in  
13 this subsection shall lapse.

14 ~~(16) ((\$40,000 of the general fund--state appropriation for fiscal~~  
15 ~~year 2009 is provided solely for implementation of Second Substitute~~  
16 ~~House Bill No. 2514 (orca whale protection). If the bill is not~~  
17 ~~enacted by June 30, 2008, the amount provided in this subsection shall~~  
18 ~~lapse.~~

19 ~~(17))~~ \$58,000 of the general fund--state appropriation for fiscal  
20 year 2008 and \$73,000 of the general fund--state appropriation for  
21 fiscal year 2009 are provided solely for one-time financial assistance  
22 to the northwest weather and avalanche center, administered by the  
23 United States forest service, to keep the center operational through  
24 the remainder of the biennium.

25 ~~((18))~~ (17) Funds in this section are sufficient for continued  
26 implementation of Engrossed Substitute Senate Bill No. 5010 (foster  
27 home pass). If the bill is not enacted by June 30, 2008, the amount  
28 provided in this subsection shall lapse.

29 **Sec. 1204.** 2009 c 4 s 307 (uncodified) is amended to read as  
30 follows:

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

32	General Fund--State Appropriation (FY 2008) . . . . .	\$56,158,000
33	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$49,062,000)</del>
34		<u>\$49,094,000</u>
35	General Fund--Federal Appropriation . . . . .	\$52,270,000
36	General Fund--Private/Local Appropriation . . . . .	\$37,184,000
37	Off-Road Vehicle Account--State Appropriation . . . . .	\$413,000

1	Aquatic Lands Enhancement Account--State	
2	Appropriation . . . . .	\$6,022,000
3	Public Safety and Education Account--State	
4	Appropriation (FY 2008) . . . . .	\$268,000
5	Public Safety and Education Account--State	
6	Appropriation (FY 2009) . . . . .	\$323,000
7	Recreational Fisheries Enhancement--State	
8	Appropriation . . . . .	\$3,600,000
9	Warm Water Game Fish Account--State Appropriation . . . . .	\$2,992,000
10	Eastern Washington Pheasant Enhancement	
11	Account--State Appropriation . . . . .	\$753,000
12	Aquatic Invasive Species Enforcement Account--State	
13	Appropriation . . . . .	\$204,000
14	Aquatic Invasive Species Prevention Account--State	
15	Appropriation . . . . .	\$842,000
16	Wildlife Account--State Appropriation . . . . .	\$63,549,000
17	Wildlife Account--Federal Appropriation . . . . .	\$34,279,000
18	Wildlife Account--Private/Local Appropriation . . . . .	\$13,187,000
19	Game Special Wildlife Account--State Appropriation . . . . .	\$2,478,000
20	Game Special Wildlife Account--Federal Appropriation . . . . .	\$8,911,000
21	Game Special Wildlife Account--Private/Local	
22	Appropriation . . . . .	\$483,000
23	Water Quality Account--State Appropriation (FY 2008) . . . . .	\$160,000
24	Water Quality Account--State Appropriation (FY 2009) . . . . .	\$160,000
25	Regional Fisheries Salmonid Recovery Account--Federal	
26	Appropriation . . . . .	\$5,001,000
27	Oil Spill Prevention Account--State Appropriation . . . . .	\$1,093,000
28	Oyster Reserve Land Account--State Appropriation . . . . .	\$416,000
29	Wildlife Rehabilitation Account--State Appropriation . . . . .	<del>(\$270,000)</del>
30		<u>\$240,000</u>
31	TOTAL APPROPRIATION . . . . .	<del>(\$340,078,000)</del>
32		<u>\$340,080,000</u>

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

35       (1) The department shall use the department of printing for  
36 printing needs. Funds provided in this section may not be used to  
37 staff or fund a stand-alone printing operation.

1 (2) \$175,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$175,000 of the general fund--state appropriation for  
3 fiscal year 2009 are provided solely for the implementation of hatchery  
4 reform recommendations defined by the hatchery scientific review group.

5 (3) The department shall support the activities of the aquatic  
6 nuisance species coordination committee to foster state, federal,  
7 tribal, and private cooperation on aquatic nuisance species issues.  
8 The committee shall strive to prevent the introduction of nonnative  
9 aquatic species and to minimize the spread of species that are  
10 introduced.

11 (4) The department shall emphasize enforcement of laws related to  
12 protection of fish habitat and the illegal harvest of salmon and  
13 steelhead. Within the amount provided for the agency, the department  
14 shall provide support to the department of health to enforce state  
15 shellfish harvest laws.

16 (5) \$400,000 of the general fund--state appropriation for fiscal  
17 year 2008 and \$400,000 of the general fund--state appropriation for  
18 fiscal year 2009 are provided solely for a state match to support the  
19 Puget Sound nearshore partnership between the department and the U.S.  
20 army corps of engineers.

21 (6) The department shall assist the office of regulatory assistance  
22 in implementing activities consistent with the governor's regulatory  
23 improvement program. The department shall support and provide  
24 expertise to facilitate, coordinate, and simplify citizen and business  
25 interactions so as to improve state regulatory processes involving  
26 state, local, and federal stakeholders.

27 (7) \$634,000 of the general fund--state appropriation for fiscal  
28 year 2008 is provided solely for operations and fish production costs  
29 at department-operated Mitchell act hatchery facilities.

30 (8) \$609,000 of the general fund--state appropriation for fiscal  
31 year 2009 is provided solely for the department to implement a pilot  
32 project with the Confederated Tribes of the Colville Reservation to  
33 develop expanded recreational fishing opportunities on Lake Rufus Woods  
34 and its northern shoreline and to conduct joint enforcement of lake  
35 fisheries on Lake Rufus Woods and adjoining waters, pursuant to state  
36 and tribal intergovernmental agreements developed under the Columbia  
37 River water supply program.

38 (a) For the purposes of the pilot project:



1 (i) A fishing permit issued to a nontribal member by the Colville  
2 Tribes shall satisfy the license requirement of RCW 77.32.010 on the  
3 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

4 (ii) The Colville Tribes have agreed to provide to holders of its  
5 nontribal member fishing permits a means to demonstrate that fish in  
6 their possession were lawfully taken in Lake Rufus Woods;

7 (iii) A Colville tribal member identification card shall satisfy  
8 the license requirement of RCW 77.32.010 on all waters of Lake Rufus  
9 Woods;

10 (iv) The department and the Colville Tribes shall jointly designate  
11 fishing areas on the north shore of Lake Rufus Woods for the purposes  
12 of enhancing access to the recreational fisheries on the lake; and

13 (v) The Colville Tribes have agreed to recognize a fishing license  
14 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal  
15 member fishing permit requirements of Colville tribal law on the  
16 reservation portion of the waters of Lake Rufus Woods and at designated  
17 fishing areas on the north shore of Lake Rufus Woods;

18 (b) The director, in collaboration with the Colville Tribes, shall  
19 provide an interim report to the office of financial management and the  
20 appropriate committees of the legislature by December 31, 2008. The  
21 report shall describe the status of the pilot project, and make  
22 recommendations as needed to fully implement the project, pursuant to  
23 the state and tribal agreement on Lake Rufus Woods.

24 (9) \$182,000 of the general fund--state appropriation for fiscal  
25 year 2008 and \$182,000 of the general fund--state appropriation for  
26 fiscal year 2009 are provided solely to continue the ballast water  
27 management program in Puget Sound and expand the program to include the  
28 Columbia river and coastal ports.

29 (10) \$250,000 of the general fund--state appropriation for fiscal  
30 year 2008 and \$250,000 of the general fund--state appropriation for  
31 fiscal year 2009 are provided solely for hatchery facility maintenance  
32 improvements.

33 (11) \$440,000 of the general fund--state appropriation for fiscal  
34 year 2008 and \$409,000 of the general fund--state appropriation for  
35 fiscal year 2009 are provided solely for estimates of juvenile  
36 abundance of federally listed salmon and steelhead populations. The  
37 department shall report to the office of financial management and the

1 appropriate fiscal committees of the legislature with a letter stating  
2 the use and measurable results of activities that are supported by  
3 these funds.

4 (12) \$125,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$125,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely for the strategic budget and  
7 accountability program.

8 (13) \$113,000 of the general fund--state appropriation for fiscal  
9 year 2008 and \$113,000 of the general fund--state appropriation for  
10 fiscal year 2009 are provided solely to implement Engrossed Substitute  
11 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not  
12 enacted by June 30, 2007, the department shall execute activities as  
13 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound  
14 partnership).

15 (14) Prior to submitting its 2009-11 biennial operating and capital  
16 budget request related to state fish hatcheries to the office of  
17 financial management, the department shall contract with the hatchery  
18 scientific review group (HSRG) to review this request. This review  
19 shall: (a) Determine if the proposed requests are consistent with HSRG  
20 recommendations; (b) prioritize the components of the requests based on  
21 their contributions to protecting wild salmonid stocks and meeting the  
22 recommendations of the HSRG; and (c) evaluate whether the proposed  
23 requests are being made in the most cost effective manner. The  
24 department shall provide a copy of the HSRG review to the office of  
25 financial management and the appropriate legislative committees by  
26 October 1, 2008.

27 (15) \$43,000 of the general fund--state appropriation for fiscal  
28 year 2008 is provided solely for the implementation of Substitute  
29 Senate Bill No. 5447 (coastal Dungeness crab). If the bill is not  
30 enacted by June 30, 2007, the amount provided in this subsection shall  
31 lapse.

32 (16) \$4,000 of the general fund--state appropriation for fiscal  
33 year 2008 and \$4,000 of the general fund--state appropriation for  
34 fiscal year 2009 are provided solely for the implementation of  
35 Substitute Senate Bill No. 5463 (forest fire protection). If the bill  
36 is not enacted by June 30, 2007, the amounts provided in this  
37 subsection shall lapse.

1 (17) \$89,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$89,000 of the general fund--state appropriation for  
3 fiscal year 2009 are provided solely for the implementation of  
4 Substitute Senate Bill No. 6141 (forest health). If the bill is not  
5 enacted by June 30, 2007, the amounts provided in this subsection shall  
6 lapse.

7 (18) \$204,000 of the aquatic invasive species enforcement account--  
8 state appropriation is provided solely for the implementation of  
9 Substitute Senate Bill No. 5923 (aquatic invasive species). If the  
10 bill is not enacted by June 30, 2007, the amount provided in this  
11 subsection shall lapse.

12 (19) \$352,000 of the wildlife rehabilitation account is provided  
13 solely for the implementation of Senate Bill No. 5188 (wildlife  
14 rehabilitation). If the bill is not enacted by June 30, 2007, the  
15 amounts provided in this subsection shall lapse.

16 (20) \$77,000 of the general fund--state appropriation for fiscal  
17 year 2008 and \$75,000 of the general fund--state appropriation for  
18 fiscal year 2009 are provided solely for the department of fish and  
19 wildlife to participate in the upper Columbia salmon recovery plan  
20 implementation, habitat conservation plan hatchery committees, and the  
21 priest rapids salmon and steelhead agreement hatchery technical  
22 committee.

23 (21)(a) Within existing funds, the department of fish and wildlife  
24 shall sell the upper 20-acre parcel of the Beebe springs property.

25 (b) Proceeds from the sale are to be used to develop the Beebe  
26 springs natural interpretive site. Up to \$300,000 of the general  
27 fund--state appropriation for fiscal year 2009 is provided solely for  
28 the development of the Beebe springs natural interpretive site. The  
29 department shall not expend more than the amount received from the sale  
30 proceeds.

31 (22) \$50,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$49,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely to implement Substitute House Bill  
34 No. 2049 (marine resource committees). If the bill is not enacted by  
35 June 30, 2007, the amounts provided in this subsection shall lapse.

36 (23) \$35,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$35,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for a study of introducing oxygen

1 to the waters of Hood Canal. The study shall propose a location in a  
2 small marine area where a large number of bottom-dwelling fish species  
3 exist, and analyze the impact of injected dissolved oxygen on aquatic  
4 life. The department shall report to the appropriate committees of the  
5 legislature on the results of the study and recommend whether to  
6 proceed with a project to inject oxygen into Hood Canal.

7 (24) \$1,310,000 of the general fund--state appropriation for fiscal  
8 year 2008 is provided solely to replace state wildlife account funds  
9 for the engineering program and \$610,000 of the general fund--state  
10 appropriation for fiscal year 2008 are provided solely to replace state  
11 wildlife account funds for the hydraulic project permitting program,  
12 including the development of a permit fee schedule for the hydraulic  
13 project approval program to make the program self supporting. Fees may  
14 be based on factors relating to the complexity of the permit issuance.  
15 The fees received by the department must be deposited into the state  
16 wildlife account and shall be expended exclusively for the purposes of  
17 the hydraulic project permitting program. By December 1, 2008, the  
18 department shall provide a permit fee schedule for the hydraulic  
19 project approval program to the office of financial management and the  
20 appropriate committees of the legislature.

21 (25) \$245,000 of the general fund--state appropriation for fiscal  
22 year 2008 is provided solely to the department to work in cooperation  
23 with the department of natural resources to assist with the  
24 implementation of the wild horse coordinated resource management plan.  
25 Implementation may include providing grant funding to other state and  
26 nonstate entities as needed.

27 (26) \$270,000 of the general fund--state appropriation for fiscal  
28 year 2008 and \$270,000 of the general fund--state appropriation for  
29 fiscal year 2009 are provided solely for the department to develop  
30 siting guidelines for power generation facilities, provide technical  
31 assistance for permitting, support voluntary compliance with the  
32 guidelines, and to conduct bird and wildlife assessments on state lands  
33 most eligible for wind power leases.

34 (27) \$50,000 of the general fund--state appropriation for fiscal  
35 year 2008 is provided solely to implement Second Substitute House Bill  
36 No. 2220 (shellfish). The department shall develop and maintain an  
37 electronic database for aquatic farmer registration. If the bill is

1 not enacted by June 30, 2007, the amount provided in this subsection  
2 shall lapse.

3 (28) During the 2007-09 biennium, the department shall not make a  
4 permanent closure of any hatchery facility currently in operation.

5 (29) Within existing funds, the department shall continue  
6 implementing its capital program action plan dated September 1, 2007,  
7 including the purchase of the necessary maintenance and support costs  
8 for the capital programs and engineering tools. The department shall  
9 report to the office of financial management and the appropriate  
10 committees of the legislature, its progress in implementing the plan,  
11 including improvements instituted in its capital program, by September  
12 30, 2008.

13 (30) \$46,000 of the general fund--state appropriation for fiscal  
14 year 2009 is provided solely for implementation of Second Substitute  
15 House Bill No. 2514 (orca whale protection). If the bill is not  
16 enacted by June 30, 2008, the amount provided in this subsection shall  
17 lapse.

18 (31) The department shall complete an inventory of department  
19 purchased or leased lands acquired for mixed agriculture and fish and  
20 wildlife habitat and provide for each purchase or lease agreement the  
21 cost and date of the agreement, the previous use of the land, any  
22 agreement or deed specifying continuing use of the land, and the  
23 current management cost and status of each parcel of purchased or  
24 leased lands. The department shall provide the inventory to the  
25 appropriate committees of the legislature by December 1, 2008.

26 (32) \$289,000 of the general fund--state appropriation for fiscal  
27 year 2008 and \$301,000 of the general fund--state appropriation for  
28 fiscal year 2009 are provided solely for selective fisheries.

29 (33) \$100,000 of the general fund--state appropriation for fiscal  
30 year 2009 is provided solely for removal of derelict gear in Washington  
31 waters.

32 (34) \$135,000 of the general fund--state appropriation for fiscal  
33 year 2009 is provided solely for a review of the effectiveness of the  
34 department's existing hydraulic project approval process and  
35 environmental outcomes.

36 (35) \$75,000 of the general fund--state appropriation for fiscal  
37 year 2009 is provided solely to implement the 2008 Wiley Slough  
38 restoration project report to the legislature recommendation to

1 establish a private farmland, public recreation partnership that would  
2 provide farmland preservation, waterfowl management, and public  
3 recreational access.

4 (36) \$95,000 of the general fund--state appropriation for fiscal  
5 year 2009 is provided solely for Ebey Island property management costs.

6 (37)(a) A work group on Electron dam salmon passage is established,  
7 with members as provided in this subsection.

8 (i) The president of the senate shall appoint one member from each  
9 of the two largest caucuses of the senate.

10 (ii) The speaker of the house of representatives shall appoint one  
11 member from each of the two largest caucuses of the house of  
12 representatives.

13 (iii) The department of fish and wildlife shall appoint at least  
14 one representative from each of the following entities: The department  
15 of fish and wildlife, Puyallup Tribe of Indians, and Puget Sound  
16 energy.

17 (b) The department of fish and wildlife shall provide staff support  
18 to the work group.

19 (c) The work group shall study possible enhancements for improving  
20 outbound juvenile salmon passage at Electron dam on the Puyallup river.

21 (d) Legislative members of the work group shall be reimbursed for  
22 travel expenses in accordance with RCW 44.04.120. Nonlegislative  
23 members, except those representing an employer or organization, are  
24 entitled to be reimbursed for travel expenses in accordance with RCW  
25 43.03.050 and 43.03.060.

26 (e) The expenses of the work group, other than travel expenses of  
27 legislative members, shall be paid within existing funds from the  
28 department of fish and wildlife.

29 (f) The work group shall present its findings and recommendations  
30 to the appropriate committees of the legislature by January 1, 2009.

31 (g) This subsection expires January 1, 2009.

32 (38) As part of its 2009-11 biennial budget request, the department  
33 shall submit a report detailing the methodology for determining the  
34 value of payment in lieu of taxes as provided in RCW 79.70.130. At a  
35 minimum, the report will show the number of acres subject to the  
36 payment in lieu of taxes, the tax rates assumed by each affected  
37 county, and the resulting value of the state general fund obligation.

1 (39) Within the appropriations in this section, specific funding is  
2 provided to implement Engrossed Senate Bill No. 6821 (fish and wildlife  
3 information).

4 (40) \$250,000 of the general fund--state appropriation for fiscal  
5 year 2009 is provided solely for Second Substitute Senate Bill No. 6227  
6 (outer coast marine resources committees). If the bill is not enacted  
7 by June 30, 2008, the amount provided in this subsection shall lapse.

8 (41) \$115,000 of the general fund--state appropriation for fiscal  
9 year 2009 is provided solely for Substitute Senate Bill No. 6231  
10 (marine protected areas). If the bill is not enacted by June 30, 2008,  
11 the amount provided in this subsection shall lapse.

12 **Sec. 1205.** 2009 c 4 s 308 (uncodified) is amended to read as  
13 follows:

14 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

15	General Fund--State Appropriation (FY 2008) . . . . .	\$50,328,000
16	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$48,695,000)</del>
17		<u>\$65,720,000</u>
18	General Fund--Federal Appropriation . . . . .	\$27,855,000
19	General Fund--Private/Local Appropriation . . . . .	\$1,408,000
20	Forest Development Account--State Appropriation . . . . .	<del>(\$57,603,000)</del>
21		<u>\$57,647,000</u>
22	Off-Road Vehicle Account--State Appropriation . . . . .	\$4,196,000
23	Surveys and Maps Account--State Appropriation . . . . .	\$2,523,000
24	Aquatic Lands Enhancement Account--State	
25	Appropriation . . . . .	\$7,897,000
26	Resources Management Cost Account--State	
27	Appropriation . . . . .	<del>(\$94,633,000)</del>
28		<u>\$95,426,000</u>
29	Surface Mining Reclamation Account--State	
30	Appropriation . . . . .	\$3,279,000
31	Disaster Response Account--State Appropriation . . . . .	\$5,000,000
32	Forest and Fish Support Account--State Appropriation . . . . .	\$7,000,000
33	Water Quality Account--State Appropriation (FY 2008) . . . . .	\$1,348,000
34	Water Quality Account--State Appropriation (FY 2009) . . . . .	\$1,348,000
35	Aquatic Land Dredged Material Disposal Site	
36	Account--State Appropriation . . . . .	\$1,335,000
37	Natural Resources Conservation Areas Stewardship	

1	Account--State Appropriation . . . . .	\$34,000
2	State Toxics Control Account--State Appropriation . . . . .	\$80,000
3	Air Pollution Control Account--State Appropriation . . . . .	\$567,000
4	Nonhighway and Off-Road Vehicle Activities Program	
5	Account--State Appropriation . . . . .	\$982,000
6	Derelict Vessel Removal Account--State Appropriation . . . . .	\$3,650,000
7	Agricultural College Trust Management Account--State	
8	Appropriation . . . . .	\$2,046,000
9	TOTAL APPROPRIATION . . . . .	(( <del>\$321,807,000</del> ))
10		<u>\$339,669,000</u>

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

13 (1) \$1,021,000 of the general fund--state appropriation for fiscal  
14 year 2008 and \$1,043,000 of the general fund--state appropriation for  
15 fiscal year 2009 are provided solely for deposit into the agricultural  
16 college trust management account and are provided solely to manage  
17 approximately 70,700 acres of Washington State University's  
18 agricultural college trust lands.

19 (2) \$13,920,000 of the general fund--state appropriation for fiscal  
20 year 2008, (~~(\$13,542,000)~~) \$30,292,000 of the general fund--state  
21 appropriation for fiscal year 2009, and \$5,000,000 of the disaster  
22 response account--state appropriation are provided solely for emergency  
23 fire suppression. None of the general fund and disaster response  
24 account amounts provided in this subsection may be used to fund agency  
25 indirect and administrative expenses. Agency indirect and  
26 administrative costs shall be allocated among the agency's remaining  
27 accounts and appropriations.

28 (3) Fees approved by the department of natural resources and the  
29 board of natural resources in the 2007-09 biennium are authorized to  
30 exceed the fiscal growth factor under RCW 43.135.055.

31 (4) \$198,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$199,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely for the department to work with  
34 appropriate stakeholders and state agencies in determining how  
35 privately owned lands, in combination with other land ownership such as  
36 public and tribal lands, contribute to wildlife habitat. The  
37 assessment will also determine how commercial forests, forest lands on  
38 the urban fringe, and small privately-owned forest lands that are



1 managed according to Washington's forest and fish prescriptions, in  
2 combination with other forest management activities, function as  
3 wildlife habitat now and in the future.

4 (5) \$5,000,000 of the forest and fish support account--state  
5 appropriation is provided solely for adaptive management, monitoring,  
6 and participation grants to tribes. If federal funding for this  
7 purpose is reinstated, the amount provided in this subsection shall  
8 lapse. The department shall compile the outcomes of these grants  
9 annually and submit them to the office of financial management by  
10 September 1 of 2008 and 2009.

11 (6) \$400,000 of the forest and fish support account--state  
12 appropriation is provided solely for adaptive management, monitoring,  
13 and participation grants to the departments of ecology and fish and  
14 wildlife. If federal funding for this purpose is reinstated, this  
15 subsection shall lapse.

16 (7) The department shall prepare a feasibility study that analyzes  
17 applicable business processes and develops the scope, requirements, and  
18 alternatives for replacement of the department's current suite of  
19 payroll-support systems. The department shall use an independent  
20 consultant to assist with the study, and shall submit the completed  
21 analysis to the office of financial management, the department of  
22 personnel, and the department of information services by August 1,  
23 2008.

24 (8) \$600,000 of the general fund--state appropriation for fiscal  
25 year 2008 and \$600,000 of the general fund--state appropriation for  
26 fiscal year 2009 are provided solely to continue interagency agreements  
27 with the department of fish and wildlife and the department of ecology  
28 for forest and fish report field implementation tasks.

29 (9) All department staff serving as recreation-management trail  
30 stewards shall be noncommissioned.

31 (10) \$112,000 of the aquatic lands enhancement account--state  
32 appropriation is provided solely for spartina eradication efforts. The  
33 department may enter into agreements with federal agencies to eradicate  
34 spartina from private lands that may provide a source of reinfestation  
35 to public lands.

36 (11) \$40,000 of the general fund--state appropriation for fiscal  
37 year 2008 and \$40,000 of the general fund--state appropriation for  
38 fiscal year 2009 are provided solely for the department to convene and

1 staff a work group to study issues related to wildfire prevention and  
2 protection. The work group shall be composed of members representing  
3 rural counties in eastern and western Washington, fire districts,  
4 environmental protection organizations, industrial forest landowners,  
5 the agricultural community, the beef industry, small forest landowners,  
6 the building industry, realtors, the governor or a designee, the  
7 insurance commissioner or a designee, the office of financial  
8 management, the state fire marshal or a designee, the state building  
9 code council, and the commissioner or public lands or a designee. The  
10 work group shall issue a report of findings and recommendations to the  
11 appropriate committees of the legislature by August 1, 2008.

12 (12) \$249,000 of the aquatic lands enhancement account--state  
13 appropriation is provided solely to implement Engrossed Substitute  
14 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not  
15 enacted by June 30, 2007, the department shall execute activities as  
16 described in Engrossed Substitute Senate Bill No. 5372 (Puget Sound  
17 partnership).

18 (13) \$2,000,000 of the derelict vessel removal account--state  
19 appropriation is provided solely for the implementation of Engrossed  
20 Second Substitute Senate Bill No. 6044 (derelict vessels). If the bill  
21 is not enacted by June 30, 2007, the amount provided in this subsection  
22 shall lapse.

23 (14) \$34,000 of the general fund--state appropriation for fiscal  
24 year 2008 and \$34,000 of the general fund--state appropriation for  
25 fiscal year 2009 are provided solely for the implementation of  
26 Substitute Senate Bill No. 5236 (public lands management). If the bill  
27 is not enacted by June 30, 2007, the amounts provided in this  
28 subsection shall lapse.

29 (15) \$14,000 of the forest development account--state appropriation  
30 and \$52,000 of the resources management cost account--state  
31 appropriation are provided solely for implementation of Substitute  
32 Senate Bill No. 5463 (forest fire protection). If the bill is not  
33 enacted by June 30, 2007, the amounts provided in this subsection shall  
34 lapse.

35 (16) \$100,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$900,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely for the removal of one or two

1 large floating dry docks off Lake Washington near the Port Quendall  
2 site in north Renton.

3 (17) \$547,000 of the general fund--state appropriation for fiscal  
4 year 2008 and \$726,000 of the general fund--state appropriation for  
5 fiscal year 2009 are provided solely for the implementation of  
6 Substitute Senate Bill No. 6141 (forest health). If the bill is not  
7 enacted by June 30, 2007, the amounts provided in this subsection shall  
8 lapse.

9 (18) \$22,000 of the surface mining reclamation account--state  
10 appropriation and \$22,000 of the resources management cost account--  
11 state appropriation are provided solely for the implementation of  
12 Substitute Senate Bill No. 5972 (surface mining reclamation). If the  
13 bill is not enacted by June 30, 2007, the amounts in this subsection  
14 shall lapse.

15 (19) \$125,000 of the general fund--state appropriation for fiscal  
16 year 2008, \$125,000 of the general fund--state appropriation for fiscal  
17 year 2009, and \$250,000 of the resource management cost account--state  
18 appropriation are provided solely to extend the 2005-2007 contract with  
19 the University of Washington college of forestry resources for  
20 additional research and technical assistance on the future of  
21 Washington forests. Reports shall be submitted by June 30, 2009, to  
22 the appropriate committees of the legislature on the following topics:

23 (a) An exploration of the potential markets for renewable energy  
24 from biomass from Washington forests, especially from material removed  
25 from eastern Washington forests as part of forest health improvement  
26 efforts. This exploration shall assess the feasibility of converting  
27 large amounts of underutilized forest biomass into useful products and  
28 green energy by providing required analyses needed to efficiently  
29 collect and deliver forest biomass to green energy end users. The role  
30 of transportation and processing infrastructure in developing markets  
31 for such material for both clean energy and value-added products shall  
32 be included in the exploration. The college shall coordinate with  
33 Washington State University efforts to identify what new biological,  
34 chemical, and engineering technologies are emerging for converting  
35 forest biomass to clean and efficient energy.

36 (b) Recommendations for the college's northwest environmental forum  
37 for retaining the highest valued working forest lands at risk of  
38 conversion to nonforest uses. These recommendations should include an

1 examination of means to enhance biodiversity through strategic  
2 retention of certain lands, as well as economic incentives for  
3 landowners to retain lands as working forests and provide ecosystem  
4 services. The recommendations shall consider the health and value of  
5 the forest lands, the rate of loss of working forest lands in the area,  
6 the risk to timber processing infrastructure from continued loss of  
7 working forest lands, and the multiple benefits derived from retaining  
8 working forest lands. The recommendations shall prioritize forest  
9 lands in the Cascade foothills, which include the area generally  
10 encompassing the nonurbanized lands within the Cascade mountain range  
11 and drainages lying between three hundred and three thousand feet above  
12 mean sea level, and located within Whatcom, Skagit, Snohomish, King,  
13 Pierce, Thurston, and Lewis counties.

14 (20) \$25,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$25,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for Chelan county, as the chair of  
17 the Stemilt partnership, to perform the following:

18 (a) Work with private and public land management entities to  
19 identify and evaluate land ownership possibilities;

20 (b) Allocate up to \$10,000 to the department of fish and wildlife  
21 to perform technical studies, baseline assessments, environmental  
22 review, due diligence, and similar real estate evaluations; and

23 (c) Implement real estate transactions based on the results of the  
24 studies.

25 (21) \$15,000 of the general fund--state appropriation for fiscal  
26 year 2008 and \$15,000 of the general fund--state appropriation for  
27 fiscal year 2009 are provided solely for health benefits to Washington  
28 conservation corps employees.

29 (22) \$300,000 of the general fund--state appropriation for fiscal  
30 year 2008 and \$300,000 of the general fund--state appropriation for  
31 fiscal year 2009 are provided solely for staff support for the natural  
32 heritage program to integrate, analyze, and provide bird area  
33 information, and for state designations and mapping support, among  
34 other activities.

35 (23) \$48,000 of the resource management cost account--state  
36 appropriation is provided solely to implement Second Substitute House  
37 Bill No. 2220 (shellfish). The department shall participate in a

1 shellfish aquaculture regulatory committee, convened by the department  
2 of ecology. If the bill is not enacted by June 30, 2007, the amount  
3 provided in this subsection shall lapse.

4 (24) \$150,000 of the general fund--private/local appropriation is  
5 provided solely for the implementation of Substitute Senate Bill No.  
6 5445 (cost-reimbursement agreements). If the bill is not enacted by  
7 June 30, 2007, the amount provided in this subsection shall lapse.

8 (25) \$191,000 of the aquatic lands enhancement account--state  
9 appropriation is provided solely for the department to coordinate with  
10 the Puget Sound partnership to complete a final habitat conservation  
11 plan for state-owned aquatic lands and an environmental impact  
12 statement by June 2009.

13 (26) \$251,000 of the general fund--state appropriation for fiscal  
14 year 2009 is provided solely for implementation of Engrossed Second  
15 Substitute House Bill No. 2844 (urban forestry). If the bill is not  
16 enacted by June 30, 2008, the amount provided in this subsection shall  
17 lapse.

18 (27) \$80,000 of the general fund--state appropriation for fiscal  
19 year 2009 is provided solely to complete maps of lower Hood Canal,  
20 including subsurface geologic layers, lithology, digital layers, and  
21 maps to identify liquifiable sediments for hazard mitigation. The  
22 department shall provide a report to the appropriate committees of the  
23 legislature on maps that were produced by December 1, 2008.

24 (28) As part of its 2009-11 biennial budget request, the department  
25 shall submit a report detailing the methodology for determining the  
26 value of payment in lieu of taxes as provided in RCW 79.70.130. At a  
27 minimum, the report will show the number of acres subject to the  
28 payment in lieu of taxes, the tax rates assumed by each affected  
29 county, and the resulting value of the state general fund obligation.

30 (29) \$200,000 of the general fund--state appropriation for fiscal  
31 year 2009 is provided solely to supplement other available funds for an  
32 analysis of whether forest practices rules (including rules for harvest  
33 on potentially unstable slopes, road construction and maintenance, and  
34 post-harvest slash treatment) effectively protect public resources and  
35 public safety from landslides, and other storm-related impacts. The  
36 analysis is to be accomplished using the forest practices board  
37 adaptive management process. The cooperative monitoring, evaluation,  
38 and research (CMER) committee of the adaptive management program shall

1 submit a report of its preliminary analysis and conclusions to the  
2 appropriate committees of the legislature by December 1, 2008. The  
3 forest practices board shall submit a complete report of the CMER study  
4 on the effectiveness of current prescriptions and practices by June 30,  
5 2009. This amount is ongoing solely to make improvements to the  
6 state's geological survey.

7 (30) \$26,000 of the general fund--state appropriation for fiscal  
8 year 2008 and \$71,000 of the general fund--state appropriation for  
9 fiscal year 2009 are provided solely to implement Substitute House Bill  
10 No. 2472 (recreational opportunities).

11 **Sec. 1206.** 2009 c 4 s 311 (uncodified) is amended to read as  
12 follows:

13 **FOR THE PUGET SOUND PARTNERSHIP**

14	General Fund--State Appropriation (FY 2008) . . . . .	\$370,000
15	General Fund--State Appropriation (FY 2009) . . . . .	\$560,000
16	General Fund--Federal Appropriation . . . . .	\$2,655,000
17	General Fund--Private/Local Appropriation . . . . .	\$2,500,000
18	Aquatic Lands Enhancement Account--State Appropriation . . . .	\$500,000
19	Water Quality Account--State Appropriation (FY 2008) . . . .	\$3,660,000
20	Water Quality Account--State Appropriation (FY 2009) . . (( <del>\$4,098,000</del> ))	
21		<u>\$3,898,000</u>
22	State Toxics Account--State Appropriation . . . . .	(( <del>\$1,510,000</del> ))
23		<u>\$1,710,000</u>
24	TOTAL APPROPRIATION . . . . .	\$15,853,000

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

27 (1) \$600,000 of the water quality account--state appropriation for  
28 fiscal year 2008, ((~~\$1,400,000~~)) \$1,200,000 of the water quality  
29 account--state appropriation for fiscal year 2009, and \$2,500,000 of  
30 the general fund--private/local appropriation are provided solely for  
31 the education of citizens through attracting and utilizing volunteers  
32 to engage in activities that result in environmental benefits.

33 (2) \$2,208,000 of the water quality account--state appropriation  
34 for fiscal year 2008, \$2,209,000 of the water quality account--state  
35 appropriation for fiscal year 2009, \$370,000 of the general fund--state  
36 appropriation for fiscal year 2008, \$560,000 of the general fund--state  
37 appropriation for fiscal year 2009, and \$1,155,000 of the general

1 fund--federal appropriation are provided solely to implement Substitute  
2 Senate Bill No. 5372 (Puget Sound partnership). If the bill is not  
3 enacted by June 30, 2007, then \$2,208,000 of the water quality  
4 account--state appropriation for fiscal year 2008, \$2,209,000 of the  
5 water quality account--state appropriation for fiscal year 2009,  
6 \$1,155,000 of the general fund--federal appropriation, \$500,000 of the  
7 general fund--state appropriation for fiscal year 2008, and \$500,000 of  
8 the general fund--state appropriation for fiscal year 2009 are  
9 appropriated to the office of the governor for operation of the Puget  
10 Sound action team.

11 (3) To implement the 2007-09 Puget Sound biennial plan required by  
12 Engrossed Substitute Senate Bill No. 5372 (Puget Sound partnership),  
13 funding is provided solely for Puget Sound recovery activities in the  
14 budgets of selected agencies and institutions of higher education,  
15 including the department of agriculture, department of community, trade  
16 and economic development, conservation commission, department of  
17 ecology, department of fish and wildlife, department of health,  
18 interagency committee for outdoor recreation, department of natural  
19 resources, state parks and recreation commission, the Puget Sound  
20 partnership, University of Washington, and Washington State University.  
21 During the 2007-09 biennium, moneys are provided solely for these  
22 agencies and institutions of higher education as provided for in  
23 ((LEAP)) OFM document ((~~PSAT-2007~~)) PSP-2009.

24 (4) \$305,000 of the water quality account--state appropriation for  
25 fiscal year 2009 ((and -- \$305,000 -- of -- the -- general -- fund -- federal  
26 ~~appropriation -- are~~)) is provided solely for an outcome monitoring  
27 program first for Puget Sound and Washington's coastline and then  
28 across the remaining salmon recovery regions across the state.

29 (5) \$852,000 of the water quality account--state appropriation for  
30 fiscal year 2008, \$231,000 of the water quality account--state  
31 appropriation for fiscal year 2009, and \$900,000 of the state toxics  
32 control account appropriation are provided solely for development and  
33 implementation of the 2020 action agenda.

(End of part)

**PART XIII**  
**TRANSPORTATION**

**Sec. 1301.** 2009 c 4 s 402 (uncodified) is amended to read as follows:

**FOR THE STATE PATROL**

General Fund--State Appropriation (FY 2008) . . . . .	\$38,968,000
General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$28,334,000 ))</del>
	<u>\$32,288,000</u>
General Fund--Federal Appropriation . . . . .	\$5,629,000
General Fund--Private/Local Appropriation . . . . .	\$1,223,000
Death Investigations Account--State Appropriation . . .	<del>(( \$5,680,000 ))</del>
	<u>\$5,681,000</u>
Public Safety and Education Account--State Appropriation (FY 2008) . . . . .	\$1,476,000
Public Safety and Education Account--State Appropriation (FY 2009) . . . . .	\$2,687,000
Enhanced 911 Account--State Appropriation . . . . .	\$572,000
County Criminal Justice Assistance Account--State Appropriation . . . . .	\$3,133,000
Municipal Criminal Justice Assistance Account--State Appropriation . . . . .	\$1,222,000
Fire Service Trust Account--State Appropriation . . . . .	\$131,000
Disaster Response Account--State Appropriation . . . . .	\$2,000
Fire Service Training Account--State Appropriation . . . . .	\$8,010,000
Aquatic Invasive Species Enforcement Account--State Appropriation . . . . .	\$54,000
State Toxics Control Account--State Appropriation . . . . .	\$495,000
Violence Reduction and Drug Enforcement Account--State Appropriation (FY 2008) . . . . .	\$3,007,000
Violence Reduction and Drug Enforcement Account--State Appropriation (FY 2009) . . . . .	\$4,429,000
Fingerprint Identification Account--State Appropriation . . . . .	\$10,057,000
TOTAL APPROPRIATION . . . . .	<del>(( \$115,109,000 ))</del>
	<u>\$119,064,000</u>



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

3       (1) \$233,000 of the general fund--state appropriation for fiscal  
4 year 2008, \$282,000 of the general fund--state appropriation for fiscal  
5 year 2009, and \$357,000 of the fingerprint identification  
6 account--state appropriation are provided solely for workload  
7 associated with implementation of the federal Adam Walsh Act -- the  
8 Children's Safety and Violent Crime Reduction Act of 2006.

9       (2) In accordance with RCW 10.97.100 and chapter 43.43 RCW, the  
10 Washington state patrol is authorized to perform and charge fees for  
11 criminal history and background checks for state and local agencies,  
12 and nonprofit and other private entities and disseminate the records.  
13 It is the policy of the state of Washington that the fees cover, as  
14 nearly as practicable, the direct and indirect costs of performing  
15 criminal history and background checks activities. Pursuant to RCW  
16 43.135.055, during the 2007-2009 fiscal biennium, the Washington state  
17 patrol may increase fees in excess of the fiscal growth factor if the  
18 increases are necessary to fully fund the direct and indirect cost of  
19 the criminal history and background check activities.

20       (3) \$200,000 of the fire service training account--state  
21 appropriation is provided solely for two FTEs in the office of the  
22 state director of fire protection to exclusively review K-12  
23 construction documents for fire and life safety in accordance with the  
24 state building code. It is the intent of this appropriation to provide  
25 these services only to those districts that are located in counties  
26 without qualified review capabilities.

27       (4) \$350,000 of the fire service training account--state  
28 appropriation is provided solely to implement the provisions of Senate  
29 Bill No. 6119 (firefighter apprenticeship training program). If the  
30 bill is not enacted by June 30, 2007, the amounts provided in this  
31 subsection shall lapse.

32       (5) \$200,000 of the general fund--state appropriation for fiscal  
33 year 2009 is provided solely for efforts to reduce the number of  
34 convicted offender biological samples awaiting DNA analysis.

35       (6) Within the appropriations in this section, specific funding is

1 provided to implement Second Substitute Senate Bill No. 5642 (cigarette  
2 ignition).

(End of part)

**PART XIV**  
**EDUCATION**

**Sec. 1401.** 2009 c 4 s 501 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund--State Appropriation (FY 2008) . . . . .	\$36,444,000
General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$38,605,000)</del>
	<u>\$38,708,000</u>
General Fund--Federal Appropriation . . . . .	\$77,182,000
TOTAL APPROPRIATION . . . . .	<del>(\$152,231,000)</del>
	<u>\$152,334,000</u>

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

(1) ~~((A maximum of))~~ \$11,920,000 of the general fund--state appropriation for fiscal year 2008 and ~~((a maximum of \$12,019,000))~~ \$10,152,000 of the general fund--state appropriation for fiscal year 2009 are for the operation and expenses of the office of the superintendent of public instruction. Within the amounts provided in this subsection, the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award. The students selected for the award must demonstrate understanding through completion of at least one of the classroom-based civics assessment models developed by the superintendent of public instruction, and through leadership in the civic life of their communities. The superintendent shall select two students from eastern Washington and two students from western Washington to receive the award, and shall notify the governor and legislature of the names of the recipients.

(2) \$1,080,000 of the general fund--state appropriation for fiscal year 2008 and ~~(\$815,000)~~ \$796,000 of the general fund--state appropriation for fiscal year 2009 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities. Within the amounts provided, the board shall implement the provisions of Second Substitute House Bill

1 No. 1906 (improving mathematics and science education) for which it is  
2 responsible, including: (a) Develop a comprehensive set of  
3 recommendations for an accountability system; (b) adopt high school  
4 graduation requirements aligned with international performance  
5 standards in mathematics and science and, in conjunction with the  
6 office of the superintendent of public instruction, identify no more  
7 than three curricula that are aligned with these standards; and (c)  
8 review all requirements related to the high school diploma as directed  
9 by section 405, chapter 263, Laws of 2006.

10 (3) \$4,779,000 of the general fund--state appropriation for fiscal  
11 year 2008 and (~~(\$6,248,000)~~) \$5,808,000 of the general fund--state  
12 appropriation for fiscal year 2009 are provided solely to the  
13 professional educator standards board for the following:

14 (a) \$930,000 in fiscal year 2008 and \$1,257,000 in fiscal year 2009  
15 are for the operation and expenses of the Washington professional  
16 educator standards board, including administering the alternative  
17 routes to certification program, pipeline for paraeducators conditional  
18 scholarship loan program, and the retooling to teach math conditional  
19 loan program. Within the amounts provided in this subsection (3)(a),  
20 the professional educator standards board shall: (i) Revise the  
21 teacher mathematics endorsement competencies and alignment of teacher  
22 tests to the updated competencies; (ii) review teacher preparation  
23 requirements in cultural understanding and make recommendations for  
24 strengthening these standards; (iii) create a new professional level  
25 teacher assessment; (iv) expand the alternative routes to teacher  
26 certification program for business professionals and instructional  
27 assistants who will teach math and science; (v) revise requirements for  
28 college and university teacher preparation programs to match a new  
29 knowledge- and skill-based performance system; and (vi) test  
30 implementation of a revised teacher preparation program approach that  
31 is classroom experience-intensive and performance-based;

32 (b) \$3,269,000 of the general fund--state appropriation for fiscal  
33 year 2008 and \$3,966,000 of the general fund--state appropriation for  
34 fiscal year 2009 are for conditional scholarship loans and mentor  
35 stipends provided through the alternative routes to certification  
36 program administered by the professional educator standards board. Of  
37 the amounts provided in this subsection (3)(b):

1 (i) \$500,000 each year is provided solely for conditional  
2 scholarships to candidates seeking an endorsement in special education,  
3 math, science, or bilingual education;

4 (ii) \$2,210,000 for fiscal year 2008 and \$3,230,000 for fiscal year  
5 2009 are for the expansion of conditional scholarship loans and mentor  
6 stipends for individuals enrolled in alternative route state  
7 partnership programs and seeking endorsements in math, science, special  
8 education or bilingual education;

9 (iii) Remaining amounts in this subsection (3)(b) shall be used to  
10 continue existing alternative routes to certification programs; and

11 (iv) Candidates seeking math and science endorsements under (i) and  
12 (ii) of this subsection (3)(b) shall receive priority for funding;

13 (c) \$236,000 of the general fund--state appropriation for fiscal  
14 year 2008 and \$231,000 of the general fund--state appropriation for  
15 fiscal year 2009 are provided solely for the recruiting Washington  
16 teachers program established in Second Substitute Senate Bill No. 5955  
17 (educator preparation, professional development, and compensation);

18 (d) \$100,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$110,000 of the general fund--state appropriation for  
20 fiscal year 2009 provided in this subsection (3) are for \$4,000  
21 conditional loan stipends for paraeducators participating in the  
22 pipeline for paraeducators established in Second Substitute House Bill  
23 No. 1906 (improving mathematics and science education); and

24 (e) \$244,000 of the general fund--state appropriation for fiscal  
25 year 2008 and \$244,000 of the general fund--state appropriation for  
26 fiscal year 2009 are for conditional stipends for certificated teachers  
27 pursuing a mathematics or science endorsement under the retooling to  
28 teach mathematics or science program established in Second Substitute  
29 House Bill No. 1906 (improving mathematics and science education). The  
30 conditional stipends shall be for endorsement exam fees as well as  
31 stipends for teachers who must also complete coursework.

32 (4) Within the amounts appropriated in this section, funding is for  
33 the professional educator standards board (PESB) to convene a work  
34 group to develop recommendations for increasing teacher knowledge,  
35 skills, and competencies to address the needs of English language  
36 learner students, pursuant to Second Substitute Senate Bill No. 6673  
37 (student learning opportunities).

1 (5) \$425,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$1,975,000 of the general fund--state appropriation for  
3 fiscal year 2009 are for replacement of the apportionment system, which  
4 includes the processes that collect school district budget and  
5 expenditure information, staffing characteristics, and the student  
6 enrollments that drive the funding process.

7 (6) Within the amounts appropriated in this section, funding is for  
8 direct services and support to schools around an integrated,  
9 interdisciplinary approach to instruction in conservation, natural  
10 resources, sustainability, and human adaptation to the environment.  
11 Specific integration efforts will focus on science, math, and the  
12 social sciences. Integration between basic education and career and  
13 technical education, particularly agricultural and natural sciences  
14 education, is to be a major element.

15 (7) Within the amounts appropriated in this section, funding is for  
16 the creation of a statewide data base of longitudinal student  
17 information. This amount is conditioned on the department satisfying  
18 the requirements in section 902 of this act.

19 (8) Within the amounts appropriated in this section, funding is for  
20 comprehensive cultural competence and anti-bias education programs for  
21 educators and students. The office of superintendent of public  
22 instruction shall administer grants to school districts with the  
23 assistance and input of groups such as the anti-defamation league and  
24 the Jewish federation of Seattle.

25 (9) Within the amounts appropriated in this section, funding is to  
26 promote the financial literacy of students. The effort will be  
27 coordinated through the financial literacy public-private partnership.

28 (10) Within the amounts appropriated in this section, funding is  
29 for the implementation of Engrossed Second Substitute Senate Bill No.  
30 5843 (regarding educational data and data systems).

31 (11) Within the amounts appropriated in this section, funding is  
32 for the implementation of Substitute House Bill No. 1052 (legislative  
33 youth advisory council). If the bill is not enacted by June 30, 2007,  
34 the amounts provided in this subsection shall lapse.

35 (12) Within the amounts appropriated in this section, funding is  
36 for the implementation of Engrossed Second Substitute House Bill No.  
37 1422 (children and families of incarcerated parents).

1 (13) Within the amounts appropriated in this section, funding is  
2 for the implementation of Second Substitute Senate Bill No. 5098  
3 (Washington college bound scholarship). If the bill is not enacted by  
4 June 30, 2007, the amounts provided in this subsection shall lapse.

5 (14) Within the amounts appropriated in this section, funding is  
6 for the implementation of Engrossed Substitute Senate Bill No. 5297  
7 (regarding providing medically and scientifically accurate sexual  
8 health education in schools).

9 (15) Within the amounts appropriated in this section, funding is  
10 for a program to recognize the work of outstanding classified staff in  
11 school districts throughout the state.

12 (16) Within the amounts appropriated in this section, funding is  
13 for a full-time director of skills centers within the office of the  
14 superintendent of public instruction.

15 (17) Within the amounts appropriated in this section, funding is  
16 for the office of the superintendent of public instruction to contract  
17 with the northwest educational research laboratory (NWREL) to conduct  
18 two educational studies. Specifically, NWREL shall:

19 (a) Conduct a study regarding teacher preparation, training, and  
20 coordinated instructional support strategies for English language  
21 learners, as outlined in Engrossed Second Substitute Senate Bill No.  
22 5841 (enhancing student learning opportunities and achievement). An  
23 interim report is due November 1, 2008, and the final report is due  
24 December 1, 2009. Both reports shall be delivered to the governor, the  
25 office of the superintendent of public instruction, and the appropriate  
26 early learning, education, and fiscal committees of the legislature;  
27 and

28 (b) Conduct a study of the effectiveness of the K-3 demonstration  
29 projects as outlined in Engrossed Second Substitute Senate Bill No.  
30 5841 (enhancing student learning opportunities and achievement). An  
31 interim report is due November 1, 2008, and the final report is due  
32 December 1, 2009. Both reports shall be delivered to the governor, the  
33 office of the superintendent of public instruction, and the appropriate  
34 early learning, education, and fiscal committees of the legislature.

35 (18) Within the amounts appropriated in this section, funding is  
36 for the office of the superintendent of public instruction to contract  
37 with Washington State University social and economic sciences research

1 center (WSU-SESRC) to conduct to educational research studies. The  
2 WSU-SESRC shall:

3 (a) Conduct a study which reviews chapter 207, Laws of 2002  
4 (bullying in schools), evaluate the outcomes resulting from the  
5 legislation, and to make recommendations for continued improvement.  
6 The study shall, at a minimum, determine: (i) Whether the policies  
7 have been developed and implemented in all elementary, middle, and high  
8 schools; (ii) whether there has been any measurable improvement in the  
9 safety and civility of schools' climate and environment as a result of  
10 the legislation; (iii) whether there are still issues that need to be  
11 addressed in light of the original intent of the legislation; and (iv)  
12 recommended actions to be taken at the school, district, and state  
13 level to address the identified issues. Additionally, WSU-SESRC shall  
14 research and identify effective programs and the components of  
15 effective programs. A report shall be submitted to the education  
16 committees of the legislature and the office of the superintendent of  
17 public instruction by September 1, 2008.

18 (b) Conduct an evaluation of the mathematics and science  
19 instructional coach program as described in Second Substitute House  
20 Bill No. 1906 (improving mathematics and science education). Findings  
21 shall include an evaluation of the coach development institute,  
22 coaching support seminars, and other coach support activities;  
23 recommendations with regard to the characteristics required of the  
24 coaches; identification of changes in teacher instruction related to  
25 coaching activities; and identification of the satisfaction level with  
26 coaching activities as experienced by classroom teachers and  
27 administrators. An interim report is due November 1, 2008. The final  
28 report is due December 1, 2009. Both the interim and final report  
29 shall be presented to the governor, the office of the superintendent of  
30 public instruction, and the education and fiscal committees of the  
31 legislature.

32 (19) Within the amounts appropriated in this section, funding is  
33 for additional costs incurred by the state board of education in  
34 reviewing proposed math standards and curriculum.

35 (20) During the 2007-09 biennium, to the maximum extent possible,  
36 in adopting new agency rules or making any changes to existing rules or  
37 policies related to the fiscal provisions in the administration of part



1 V of this act, the office of the superintendent of public instruction  
2 shall attempt to request approval through the normal legislative budget  
3 process.

4 (21) Within the amounts appropriated in this section, funding is  
5 for a comprehensive analysis of math and science teacher supply and  
6 demand issues by the professional educator standards board. By  
7 December 1, 2008, the professional educator standards board shall  
8 submit a final report to the governor and appropriate policy and fiscal  
9 committees of the legislature, that includes, but is not limited to:  
10 (a) Specific information on the current number of math and science  
11 teachers assigned to teach mathematics and science both with and  
12 without appropriate certification in those subjects by region and  
13 statewide; (b) projected demand information by detailing the number of  
14 K-12 mathematics and science teachers needed by the 2010-11 school year  
15 by region and statewide; (c) specific recommendations on how the demand  
16 will be met through recruitment programs, alternative route  
17 certification programs, potential financial incentives, retention  
18 strategies, and other efforts; and (d) identification of strategies,  
19 based on best practices, to improve the rigor and productivity of  
20 state-funded mathematics and science teacher preparation programs. As  
21 part of the final report, the professional educator standards board and  
22 the Washington state institute for public policy shall provide  
23 information from a study of differential pay for teachers in high-  
24 demand subject areas such as mathematics and science, including the  
25 design, successes, and limitations of differential pay programs in  
26 other states. In order for the professional educator standards board  
27 to quantify demand, each school district shall provide to the board, by  
28 a date and in a format specified by the board, the number of teachers  
29 assigned to teach mathematics and science, both with and without  
30 appropriate certification and endorsement in those subjects, and the  
31 number of mathematics and science teaching vacancies needing to be  
32 filled, and the board shall include this data, by district, in its  
33 analysis.

34 (22) Within the amounts appropriated in this section, funding is  
35 for the implementation of Substitute Senate Bill No. 6556 (anaphylactic  
36 policy).

37 (23) Within the amounts appropriated in this section, funding is

1 for the implementation of Substitute Senate Bill No. 6742 (guidelines  
2 for students with autism) and Substitute Senate Bill No. 6743  
3 (training for students with autism).

4 (24) Within the appropriations in this section, specific funding is  
5 provided for the implementation of Second Engrossed Substitute Senate  
6 Bill No. 5100 (health insurance information for students).

7 (25) Within the amounts appropriated in this section, funding is  
8 for implementation of Second Substitute House Bill No. 2722  
9 (achievement gap for African-American students). The center for the  
10 improvement of student learning will convene an advisory committee to  
11 conduct a detailed analysis of the achievement gap for African-American  
12 students; recommend a comprehensive plan for closing the gap pursuant  
13 to goals under the federal no child left behind act for all groups of  
14 students to meet academic standards by 2014; and identify performance  
15 measures to monitor adequate yearly progress. A study update shall be  
16 submitted by September 15, 2008, and the committee's final report shall  
17 be submitted by December 30, 2008, to the superintendent of public  
18 instruction, the state board of education, the governor, the P-20  
19 council, the basic education finance task force, and the education  
20 committees of the legislature.

21 (26) Within the appropriations in this section specific funding is  
22 provided to implement Second Substitute House Bill No. 2598 (online  
23 mathematics curriculum).

24 (27) Within the appropriations in this section specific funding is  
25 provided to implement Second Substitute House Bill No. 2635 (school  
26 district boundaries and organization).

27 (28) Within the appropriations in this section specific funding is  
28 provided to implement Second Substitute House Bill No. 3129 (online  
29 learning programs for high school students to earn college credit).

30 (29) Within the amounts appropriated in this section, funding is  
31 for the office of superintendent of public instruction to assign at  
32 least one full-time equivalent staff position to serve as the world  
33 language supervisor.

34 (30) Within the amounts appropriated in this section, funding is  
35 for a corps of nurses located at educational service districts, as  
36 determined by the superintendent of public instruction, to be  
37 dispatched to the most needy schools to provide direct care to  
38 students, health education, and training for school staff.

1 (31) Within the amounts appropriated in this section, funding is  
2 for the school safety center in the office of the superintendent of  
3 public instruction subject to the following conditions and limitations:

4 (a) The safety center shall: Disseminate successful models of  
5 school safety plans and cooperative efforts; provide assistance to  
6 schools to establish a comprehensive safe school plan; select models of  
7 cooperative efforts that have been proven successful; act as an  
8 information dissemination and resource center when an incident occurs  
9 in a school district either in Washington or in another state;  
10 coordinate activities relating to school safety; review and approve  
11 manuals and curricula used for school safety models and training; and  
12 develop and maintain a school safety information web site.

13 (b) The school safety center advisory committee shall develop a  
14 training program, using the best practices in school safety, for all  
15 school safety personnel.

16 (32) Within the amounts appropriated in this section, funding is  
17 for a school safety training program provided by the criminal justice  
18 training commission. The commission, in collaboration with the school  
19 safety center advisory committee, shall provide the school safety  
20 training for all school administrators and school safety personnel,  
21 including school safety personnel hired after the effective date of  
22 this section.

23 (33) Within the amounts appropriated in this section, funding is  
24 for the safety center advisory committee to develop and distribute a  
25 pamphlet to promote internet safety for children, particularly in  
26 grades seven through twelve. The pamphlet shall be posted on the  
27 superintendent of public instruction's web site. To the extent  
28 possible, the pamphlet shall be distributed in schools throughout the  
29 state and in other areas accessible to youth, including but not limited  
30 to libraries and community centers.

31 (34) \$9,670,000 of the general fund--federal appropriation is  
32 provided for safe and drug free schools and communities grants for drug  
33 and violence prevention activities and strategies.

34 (35) Within the amounts appropriated in this section, funding is  
35 for a nonviolence and leadership training program provided by the  
36 institute for community leadership. The program shall provide a  
37 request for proposal process, with up to 80 percent funding, for

1 nonviolence leadership workshops serving at least 12 school districts  
2 with direct programming in 36 elementary, middle, and high schools  
3 throughout Washington state.

4 (36) Within the amounts appropriated in this section, funding is  
5 for a pilot youth suicide prevention and information program. The  
6 office of superintendent of public instruction will work with selected  
7 school districts and community agencies in identifying effective  
8 strategies for preventing youth suicide.

9 (37) Within the amounts appropriated in this section, funding is  
10 for programs to improve safety and emergency preparedness and planning  
11 in public schools, as generally described in Substitute Senate Bill No.  
12 5097. The superintendent of public instruction shall design and  
13 implement the grant program in consultation with the educational  
14 service districts, the school safety advisory committee, and the  
15 Washington association of sheriffs and police chiefs. The funding  
16 shall support grants to school districts for the development and  
17 updating of comprehensive safe school plans, school safety training,  
18 and the conducting of safety-related drills. As a condition of  
19 receiving these funds, school districts must ensure that schools (a)  
20 conduct at least one lockdown and one shelter in place safety drill  
21 each school year, and (b) send updated school mapping database  
22 information on an annual basis to the Washington association of  
23 sheriffs and police chiefs.

24 (38) Within the amounts appropriated in this section, funding is  
25 for the Washington state school directors' association to mediate and  
26 facilitate a school disciplinary action task force to review and make  
27 recommendations on a model policy regarding the use of physical force  
28 in schools. The model policy shall be submitted to the appropriate  
29 policy committees of the legislature by November 1, 2008.

30 (39) Within the amounts appropriated in this section, funding is  
31 for K-20 telecommunications network technical support in the K-12  
32 sector to prevent system failures and avoid interruptions in school  
33 utilization of the data processing and video-conferencing capabilities  
34 of the network. These funds may be used to purchase engineering and  
35 advanced technical support for the network.

36 (40) The office of the superintendent of public instruction shall  
37 coordinate, in collaboration with educational service districts, a  
38 system of outreach to school districts not currently maximizing their

1 eligibility for federal e-rate funding through the schools and  
2 libraries program administered by the federal communications  
3 commission. By December 15, 2008, the office of the superintendent of  
4 public instruction shall issue a report to the fiscal committees of the  
5 legislature identifying school districts that were eligible but did not  
6 apply for e-rate funding for the last two years, and an estimate of the  
7 amounts for which they were eligible in those years. The report shall  
8 also include recommendations for following-up on the findings relative  
9 to the e-rate program contained in the state auditor's performance  
10 audit of educational service districts completed September, 2007.

11 (41) Within the amounts appropriated in this section, funding is to  
12 expand the special services pilot project to include up to seven  
13 participating districts. The office of the superintendent of public  
14 instruction shall allocate these funds to the district or districts  
15 participating in the pilot program according to the provisions of RCW  
16 28A.630.016.

17 (42) Within the amounts appropriated in this section, funding is  
18 for operation of the Cispus environmental learning center.

19 (43) Within the amounts appropriated in this section, funding is  
20 for vocational student leadership organizations.

21 (44) Within the amounts appropriated in this section, funding is  
22 for the Washington civil liberties education program.

23 (45) Within the amounts appropriated in this section, funding is  
24 for the Washington state achievers scholarship program. The funds  
25 shall be used to support community involvement officers that recruit,  
26 train, and match community volunteer mentors with students selected as  
27 achievers scholars.

28 (46) Within the amounts appropriated in this section, funding is  
29 for the Lorraine Wojahn dyslexia pilot reading program in up to five  
30 school districts.

31 (47) Within the amounts appropriated in this section, funding is  
32 for developing and disseminating curriculum and other materials  
33 documenting women's role in World War II.

34 (48) Within the amounts appropriated in this section, funding is  
35 for incentive grants for districts and pilot projects to develop  
36 preapprenticeship programs. Incentive grant awards up to \$10,000 each  
37 shall be used to support the program's design, school/business/labor

1 agreement negotiations, and recruiting high school students for  
2 preapprenticeship programs in the building trades and crafts.

3 (49) Within the amounts appropriated in this section, funding is  
4 for the dissemination of the Navigation 101 curriculum to all  
5 districts, including disseminating electronic student planning tools  
6 and software for analyzing the impact of the implementation of  
7 Navigation 101 on student performance, and grants to at least one  
8 hundred school districts each year for the implementation of the  
9 Navigation 101 program. The implementation grants will be limited to  
10 a maximum of two years and the school districts selected shall  
11 represent various regions of the state and reflect differences in  
12 school district size and enrollment characteristics.

13 (50) Within the amounts appropriated in this section, funding is  
14 for the enhancement of civics education. Of this amount, \$25,000 each  
15 year is provided solely for competitive grants to school districts for  
16 curriculum alignment, development of innovative civics projects, and  
17 other activities that support the civics assessment established in  
18 chapter 113, Laws of 2006.

19 (51) Within the amounts appropriated in this section, funding is  
20 for the implementation of Second Substitute House Bill No. 1573  
21 (authorizing a statewide program for comprehensive dropout prevention,  
22 intervention, and retrieval).

23 (52) Within the amounts appropriated in this section, funding is  
24 for the communities in school program in Pierce county.

25 (53) Within the amounts appropriated in this section, funding is  
26 for support and expansion of the mentoring advanced placement program  
27 in current operation in southwest Washington.

28 (54) Within the amounts appropriated in this section, funding is  
29 for program initiatives to address the educational needs of Latino  
30 students and families. The office of the superintendent of public  
31 instruction shall contract with the Seattle community coalition of  
32 compaña quetzal to provide for three initiatives: (a) Early childhood  
33 education; (b) parent leadership training; and (c) high school success  
34 and college preparation programs. Campana quetzal shall report to the  
35 office of the superintendent of public instruction by June 30, 2009,  
36 regarding impact of the programs on addressing the academic achievement  
37 gap, including high school drop-out rates and college readiness rates,  
38 for Latino students.

1 (55) Within the amounts appropriated in this section, funding is  
2 for implementation of Second Substitute House Bill No. 2870  
3 (professional development for instructional assistants). If the bill  
4 is not enacted by June 30, 2008, the amount provided in this subsection  
5 shall lapse.

6 (56) Within the amounts appropriated in this section, funding is  
7 for a pilot project to encourage bilingual high school students to  
8 pursue public school teaching as a profession. The office of the  
9 superintendent of public instruction shall contract with the Latino/a  
10 educational achievement project (LEAP) to work with school districts to  
11 identify and mentor not fewer than fifty bilingual students in their  
12 junior year of high school, encouraging them to become bilingual  
13 instructors in schools with high English language learner populations.  
14 Students shall be mentored by bilingual teachers and complete a  
15 curriculum developed and approved by the participating districts.

16 (57) In addition to other reductions, the reduced appropriations in  
17 this section reflect an additional (~~(\$225,000)~~) \$122,000 reduction in  
18 administrative costs required by Engrossed Substitute Senate Bill No.  
19 5460 (reducing state government administrative costs). These  
20 administrative reductions shall be achieved, to the greatest extent  
21 possible, by reducing those administrative costs that do not affect  
22 direct client services or direct service delivery or programs.

23 **Sec. 1402.** 2009 c 4 s 502 (uncodified) is amended to read as  
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**  
26 **APPORTIONMENT**

27	General Fund--State Appropriation (FY 2008) . . . . .	\$4,436,719,000
28	General Fund--State Appropriation (FY 2009) . . . . .	( <del>(\$4,477,998,000)</del> )
29		<u>\$4,510,419,000</u>
30	Education Legacy Trust Account--State	
31	Appropriation . . . . .	( <del>(\$9,373,000)</del> )
32		<u>\$9,387,000</u>
33	Pension Funding Stabilization Account Appropriation . . .	\$341,624,000
34	TOTAL APPROPRIATION . . . . .	( <del>(\$9,265,714,000)</del> )
35		<u>\$9,298,149,000</u>

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

1 (1) Each general fund fiscal year appropriation includes such funds  
2 as are necessary to complete the school year ending in the fiscal year  
3 and for prior fiscal year adjustments.

4 (2) Allocations for certificated staff salaries for the 2007-08 and  
5 2008-09 school years shall be determined using formula-generated staff  
6 units calculated pursuant to this subsection. Staff allocations for  
7 small school enrollments in (e) through (g) of this subsection shall be  
8 reduced for vocational full-time equivalent enrollments. Staff  
9 allocations for small school enrollments in grades K-6 shall be the  
10 greater of that generated under (a) of this subsection, or under (d)  
11 and (e) of this subsection. Certificated staffing allocations shall be  
12 as follows:

13 (a) On the basis of each 1,000 average annual full-time equivalent  
14 enrollments, excluding full-time equivalent enrollment otherwise  
15 recognized for certificated staff unit allocations under (d) through  
16 (g) of this subsection:

17 (i) Four certificated administrative staff units per thousand full-  
18 time equivalent students in grades K-12;

19 (ii) Forty-nine certificated instructional staff units per thousand  
20 full-time equivalent students in grades K-3;

21 (iii) Forty-six certificated instructional staff units per thousand  
22 full-time equivalent students in grades 4-12; and

23 (iv) An additional 4.2 certificated instructional staff units for  
24 grades K-3 and an additional 7.2 certificated instructional staff units  
25 for grade 4. Any funds allocated for the additional certificated units  
26 provided in this subsection (iv) shall not be considered as basic  
27 education funding;

28 (A) Funds provided under this subsection (2)(a)(iv) in excess of  
29 the amount required to maintain the statutory minimum ratio established  
30 under RCW 28A.150.260(2)(b) shall be allocated only if the district  
31 documents an actual ratio in grades K-4 equal to or greater than 53.2  
32 certificated instructional staff per thousand full-time equivalent  
33 students. For any school district documenting a lower certificated  
34 instructional staff ratio, the allocation shall be based on the  
35 district's actual grades K-4 certificated instructional staff ratio  
36 achieved in that school year, or the statutory minimum ratio  
37 established under RCW 28A.150.260(2)(b), if greater;



1 (B) Districts at or above 51.0 certificated instructional staff per  
2 one thousand full-time equivalent students in grades K-4 may dedicate  
3 up to 1.3 of the 53.2 funding ratio to employ additional classified  
4 instructional assistants assigned to basic education classrooms in  
5 grades K-4. For purposes of documenting a district's staff ratio under  
6 this section, funds used by the district to employ additional  
7 classified instructional assistants shall be converted to a  
8 certificated staff equivalent and added to the district's actual  
9 certificated instructional staff ratio. Additional classified  
10 instructional assistants, for the purposes of this subsection, shall be  
11 determined using the 1989-90 school year as the base year;

12 (C) Any district maintaining a ratio in grades K-4 equal to or  
13 greater than 53.2 certificated instructional staff per thousand full-  
14 time equivalent students may use allocations generated under this  
15 subsection (2)(a)(iv) in excess of that required to maintain the  
16 minimum ratio established under RCW 28A.150.260(2)(b) to employ  
17 additional basic education certificated instructional staff or  
18 classified instructional assistants in grades 5-6. Funds allocated  
19 under this subsection (2)(a)(iv) shall only be expended to reduce class  
20 size in grades K-6. No more than 1.3 of the certificated instructional  
21 funding ratio amount may be expended for provision of classified  
22 instructional assistants;

23 (b) For school districts with a minimum enrollment of 250 full-time  
24 equivalent students whose full-time equivalent student enrollment count  
25 in a given month exceeds the first of the month full-time equivalent  
26 enrollment count by 5 percent, an additional state allocation of 110  
27 percent of the share that such increased enrollment would have  
28 generated had such additional full-time equivalent students been  
29 included in the normal enrollment count for that particular month;

30 (c)(i) On the basis of full-time equivalent enrollment in:

31 (A) Vocational education programs approved by the superintendent of  
32 public instruction, a maximum of 0.92 certificated instructional staff  
33 units and 0.08 certificated administrative staff units for each 19.5  
34 full-time equivalent vocational students; and

35 (B) Skills center programs meeting the standards for skills center  
36 funding established in January 1999 by the superintendent of public  
37 instruction with a waiver allowed for skills centers in current  
38 operation that are not meeting this standard until the 2008-09 school

1 year, 0.92 certificated instructional staff units and 0.08 certificated  
2 administrative units for each 16.67 full-time equivalent vocational  
3 students;

4 (ii) Vocational full-time equivalent enrollment shall be reported  
5 on the same monthly basis as the enrollment for students eligible for  
6 basic support, and payments shall be adjusted for reported vocational  
7 enrollments on the same monthly basis as those adjustments for  
8 enrollment for students eligible for basic support; and

9 (iii) Indirect cost charges by a school district to vocational-  
10 secondary programs shall not exceed 15 percent of the combined basic  
11 education and vocational enhancement allocations of state funds;

12 (d) For districts enrolling not more than twenty-five average  
13 annual full-time equivalent students in grades K-8, and for small  
14 school plants within any school district which have been judged to be  
15 remote and necessary by the state board of education and enroll not  
16 more than twenty-five average annual full-time equivalent students in  
17 grades K-8:

18 (i) For those enrolling no students in grades 7 and 8, 1.76  
19 certificated instructional staff units and 0.24 certificated  
20 administrative staff units for enrollment of not more than five  
21 students, plus one-twentieth of a certificated instructional staff unit  
22 for each additional student enrolled; and

23 (ii) For those enrolling students in grades 7 or 8, 1.68  
24 certificated instructional staff units and 0.32 certificated  
25 administrative staff units for enrollment of not more than five  
26 students, plus one-tenth of a certificated instructional staff unit for  
27 each additional student enrolled;

28 (e) For specified enrollments in districts enrolling more than  
29 twenty-five but not more than one hundred average annual full-time  
30 equivalent students in grades K-8, and for small school plants within  
31 any school district which enroll more than twenty-five average annual  
32 full-time equivalent students in grades K-8 and have been judged to be  
33 remote and necessary by the state board of education:

34 (i) For enrollment of up to sixty annual average full-time  
35 equivalent students in grades K-6, 2.76 certificated instructional  
36 staff units and 0.24 certificated administrative staff units; and

37 (ii) For enrollment of up to twenty annual average full-time

1 equivalent students in grades 7 and 8, 0.92 certificated instructional  
2 staff units and 0.08 certificated administrative staff units;

3 (f) For districts operating no more than two high schools with  
4 enrollments of less than three hundred average annual full-time  
5 equivalent students, for enrollment in grades 9-12 in each such school,  
6 other than alternative schools:

7 (i) For remote and necessary schools enrolling students in any  
8 grades 9-12 but no more than twenty-five average annual full-time  
9 equivalent students in grades K-12, four and one-half certificated  
10 instructional staff units and one-quarter of a certificated  
11 administrative staff unit;

12 (ii) For all other small high schools under this subsection, nine  
13 certificated instructional staff units and one-half of a certificated  
14 administrative staff unit for the first sixty average annual full time  
15 equivalent students, and additional staff units based on a ratio of  
16 0.8732 certificated instructional staff units and 0.1268 certificated  
17 administrative staff units per each additional forty-three and one-half  
18 average annual full time equivalent students.

19 Units calculated under (g)(ii) of this subsection shall be reduced  
20 by certificated staff units at the rate of forty-six certificated  
21 instructional staff units and four certificated administrative staff  
22 units per thousand vocational full-time equivalent students;

23 (g) For each nonhigh school district having an enrollment of more  
24 than seventy annual average full-time equivalent students and less than  
25 one hundred eighty students, operating a grades K-8 program or a grades  
26 1-8 program, an additional one-half of a certificated instructional  
27 staff unit; and

28 (i) For each nonhigh school district having an enrollment of more  
29 than fifty annual average full-time equivalent students and less than  
30 one hundred eighty students, operating a grades K-6 program or a grades  
31 1-6 program, an additional one-half of a certificated instructional  
32 staff unit.

33 (3) Allocations for classified salaries for the 2007-08 and 2008-09  
34 school years shall be calculated using formula-generated classified  
35 staff units determined as follows:

36 (a) For enrollments generating certificated staff unit allocations  
37 under subsection (2)(e) through (i) of this section, one classified

1 staff unit for each 2.94 certificated staff units allocated under such  
2 subsections;

3 (b) For all other enrollment in grades K-12, including vocational  
4 full-time equivalent enrollments, one classified staff unit for each  
5 58.75 average annual full-time equivalent students; and

6 (c) For each nonhigh school district with an enrollment of more  
7 than fifty annual average full-time equivalent students and less than  
8 one hundred eighty students, an additional one-half of a classified  
9 staff unit.

10 (4) Fringe benefit allocations shall be calculated at a rate of  
11 14.11 percent in the 2007-08 school year and 16.75 percent in the 2008-  
12 09 school year for certificated salary allocations provided under  
13 subsection (2) of this section, and a rate of 17.04 percent in the  
14 2007-08 school year and 18.72 percent in the 2008-09 school year for  
15 classified salary allocations provided under subsection (3) of this  
16 section.

17 (5) Insurance benefit allocations shall be calculated at the  
18 maintenance rate specified in section 504(2) of this act, based on the  
19 number of benefit units determined as follows:

20 (a) The number of certificated staff units determined in subsection  
21 (2) of this section; and

22 (b) The number of classified staff units determined in subsection  
23 (3) of this section multiplied by 1.152. This factor is intended to  
24 adjust allocations so that, for the purposes of distributing insurance  
25 benefits, full-time equivalent classified employees may be calculated  
26 on the basis of 1440 hours of work per year, with no individual  
27 employee counted as more than one full-time equivalent.

28 (6)(a) For nonemployee-related costs associated with each  
29 certificated staff unit allocated under subsection (2)(a), (b), and (d)  
30 through (h) of this section, there shall be provided a maximum of  
31 \$9,703 per certificated staff unit in the 2007-08 school year and a  
32 maximum of \$10,178 per certificated staff unit in the 2008-09 school  
33 year.

34 (b) For nonemployee-related costs associated with each vocational  
35 certificated staff unit allocated under subsection (2)(c)(i)(A) of this  
36 section, there shall be provided a maximum of \$23,831 per certificated  
37 staff unit in the 2007-08 school year and a maximum of \$24,999 per  
38 certificated staff unit in the 2008-09 school year.

1 (c) For nonemployee-related costs associated with each vocational  
2 certificated staff unit allocated under subsection (2)(c)(i)(B) of this  
3 section, there shall be provided a maximum of \$18,489 per certificated  
4 staff unit in the 2007-08 school year and a maximum of \$19,395 per  
5 certificated staff unit in the 2008-09 school year.

6 (7) Allocations for substitute costs for classroom teachers shall  
7 be distributed at a maintenance rate of \$555.20 for the 2007-08 and  
8 2008-09 school years per allocated classroom teachers exclusive of  
9 salary increase amounts provided in section 504 of this act. Solely  
10 for the purposes of this subsection, allocated classroom teachers shall  
11 be equal to the number of certificated instructional staff units  
12 allocated under subsection (2) of this section, multiplied by the ratio  
13 between the number of actual basic education certificated teachers and  
14 the number of actual basic education certificated instructional staff  
15 reported statewide for the prior school year.

16 (8) Any school district board of directors may petition the  
17 superintendent of public instruction by submission of a resolution  
18 adopted in a public meeting to reduce or delay any portion of its basic  
19 education allocation for any school year. The superintendent of public  
20 instruction shall approve such reduction or delay if it does not impair  
21 the district's financial condition. Any delay shall not be for more  
22 than two school years. Any reduction or delay shall have no impact on  
23 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
24 pursuant to chapter 28A.500 RCW.

25 (9) \$1,870,000 of the general fund--state appropriation for fiscal  
26 year 2008 and \$2,421,000 of the general fund--state appropriation for  
27 fiscal year 2009 are provided solely to implement Engrossed Second  
28 Substitute House Bill No. 1432 (granting service credit to educational  
29 staff associates for nonschool employment).

30 (10) The superintendent may distribute a maximum of (~~(\$16,620,000)~~)  
31 \$16,634,000 outside the basic education formula during fiscal years  
32 2008 and 2009 as follows:

33 (a) For fire protection for school districts located in a fire  
34 protection district as now or hereafter established pursuant to chapter  
35 52.04 RCW, a maximum of \$547,000 may be expended in fiscal year 2008  
36 and a maximum of \$567,000 may be expended in fiscal year 2009;

37 (b) For summer vocational programs at skills centers, a maximum of

1 \$2,385,000 may be expended for the 2008 fiscal year and a maximum of  
2 \$2,385,000 for the 2009 fiscal year. 20 percent of each fiscal year  
3 amount may carry over from one year to the next;

4 (c) A maximum of \$393,000 may be expended for school district  
5 emergencies;

6 (d) A maximum of \$485,000 each fiscal year may be expended for  
7 programs providing skills training for secondary students who are  
8 enrolled in extended day school-to-work programs, as approved by the  
9 superintendent of public instruction. The funds shall be allocated at  
10 a rate not to exceed \$500 per full-time equivalent student enrolled in  
11 those programs; and

12 (e) (~~(\$9,373,000)~~) \$9,387,000 of the education legacy trust account  
13 appropriation is provided solely for allocations for equipment  
14 replacement in vocational programs and skills centers. Each year of  
15 the biennium, the funding shall be allocated based on \$75 per full-time  
16 equivalent vocational student and \$125 per full-time equivalent skills  
17 center student.

18 (f) Within the amounts appropriated in this section, funding is for  
19 the implementation of Second Substitute Senate Bill No. 5790 (regarding  
20 skills centers).

21 (11) For purposes of RCW 84.52.0531, the increase per full-time  
22 equivalent student is 5.7 percent from the 2006-07 school year to the  
23 2007-08 school year and 6.0 percent from the 2007-08 school year to the  
24 2008-09 school year.

25 (12) If two or more school districts consolidate and each district  
26 was receiving additional basic education formula staff units pursuant  
27 to subsection (2)(b) through (h) of this section, the following shall  
28 apply:

29 (a) For three school years following consolidation, the number of  
30 basic education formula staff units shall not be less than the number  
31 of basic education formula staff units received by the districts in the  
32 school year prior to the consolidation; and

33 (b) For the fourth through eighth school years following  
34 consolidation, the difference between the basic education formula staff  
35 units received by the districts for the school year prior to  
36 consolidation and the basic education formula staff units after  
37 consolidation pursuant to subsection (2)(a) through (h) of this section  
38 shall be reduced in increments of twenty percent per year.

1 (13) The appropriation levels in part V of this act assume  
2 implementation of the reimbursement provisions of Senate Bill No. 6450  
3 (school district reimbursement of performance audits).

4 **Sec. 1403.** 2008 c 329 s 504 (uncodified) is amended to read as  
5 follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**  
7 **COMPENSATION ADJUSTMENTS**

8	General Fund--State Appropriation (FY 2008) . . . . .	\$161,280,000
9	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$405,228,000)</del>
10		<u>\$407,478,000</u>
11	General Fund--Federal Appropriation . . . . .	<del>(\$275,000)</del>
12		<u>\$276,000</u>
13	TOTAL APPROPRIATION . . . . .	<del>(\$566,783,000)</del>
14		<u>\$569,034,000</u>

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

17 (1) ~~(\$500,195,000)~~ \$502,039,000 is provided solely for the  
18 following:

19 (a) A cost of living adjustment of 3.7 percent effective September  
20 1, 2007, and another 3.9 percent effective September 1, 2008, pursuant  
21 to Initiative Measure No. 732.

22 (b) An additional .5 percent cost of living adjustment is provided  
23 above the amount required by Initiative Measure No. 732, effective  
24 September 1, 2008.

25 (c) Additional salary increases as necessary to fund the base  
26 salaries for certificated instructional staff as listed for each  
27 district in LEAP Document 2, defined in section 503(2)(b) of this act.  
28 Allocations for these salary increases shall be provided to all 262  
29 districts that are not grandfathered to receive salary allocations  
30 above the statewide salary allocation schedule, and to certain  
31 grandfathered districts to the extent necessary to ensure that salary  
32 allocations for districts that are currently grandfathered do not fall  
33 below the statewide salary allocation schedule. These additional  
34 salary increases will result in a decrease in the number of  
35 grandfathered districts from the current thirty-four to twenty-four in  
36 the 2007-08 school year and to twelve in the 2008-09 school year.

1 (d) Additional salary increases to certain districts as necessary  
2 to fund the per full-time-equivalent salary allocations for  
3 certificated administrative staff as listed for each district in LEAP  
4 Document 2, defined in section 503(2)(b) of this act. These additional  
5 salary increases shall ensure a minimum salary allocation for  
6 certificated administrative staff of \$54,405 in the 2007-08 school year  
7 and \$57,986 in the 2008-09 school year.

8 (e) Additional salary increases to certain districts as necessary  
9 to fund the per full-time-equivalent salary allocations for classified  
10 staff as listed for each district in LEAP Document 2, defined in  
11 section 503(2)(b) of this act. These additional salary increases  
12 ensure a minimum salary allocation for classified staff of \$30,111 in  
13 the 2007-08 school year and \$31,865 in the 2008-09 school year.

14 (f) The appropriations in this subsection (1) include associated  
15 incremental fringe benefit allocations at rates 13.47 percent for the  
16 2007-08 school year and 16.11 percent for the 2008-09 school year for  
17 certificated staff and 13.54 percent for the 2007-08 school year and  
18 15.22 percent for the 2008-09 school year for classified staff.

19 (g) The appropriations in this section include the increased  
20 portion of salaries and incremental fringe benefits for all relevant  
21 state-funded school programs in part V of this act. Increases for  
22 general apportionment (basic education) are based on the salary  
23 allocation schedules and methodology in sections 502 and 503 of this  
24 act. Increases for special education result from increases in each  
25 district's basic education allocation per student. Increases for  
26 educational service districts and institutional education programs are  
27 determined by the superintendent of public instruction using the  
28 methodology for general apportionment salaries and benefits in sections  
29 502 and 503 of this act.

30 (h) The appropriations in this section provide cost of living and  
31 incremental fringe benefit allocations based on formula adjustments as  
32 follows:

	School Year	
	2007-08	2008-09
Pupil Transportation (per weighted pupil mile)	\$1.08	\$2.46
Highly Capable (per formula student)	\$11.13	\$25.51



1	Transitional Bilingual Education (per eligible bilingual student)	\$29.80	\$68.33
2	Learning Assistance (per formula student)	\$7.00	\$18.86

3 (i) The appropriations in this section include \$925,000 for fiscal  
4 year 2008 and (~~(\$2,314,000)~~) \$2,322,000 for fiscal year 2009 for salary  
5 increase adjustments for substitute teachers.

6 (2) (~~(\$66,591,000)~~) \$66,719,000 is provided for adjustments to  
7 insurance benefit allocations. The maintenance rate for insurance  
8 benefit allocations is \$682.54 per month for the 2007-08 and 2008-09  
9 school years. The appropriations in this section provide for a rate  
10 increase to \$707.00 per month for the 2007-08 school year and \$732.00  
11 per month for the 2008-09 school year. The adjustments to health  
12 insurance benefit allocations are at the following rates:

13		School Year	
14		2007-08	2008-09
15	Pupil Transportation (per weighted pupil mile)	\$0.22	\$0.45
16	Highly Capable (per formula student)	\$1.50	\$3.05
17	Transitional Bilingual Education (per eligible bilingual student)	\$3.96	\$8.01
18	Learning Assistance (per formula student)	\$0.86	\$2.05

19 (3) The rates specified in this section are subject to revision  
20 each year by the legislature.

21 **Sec. 1404.** 2008 c 329 s 505 (uncodified) is amended to read as  
22 follows:

23	<b>FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION</b>		
24	General Fund--State Appropriation (FY 2008) . . . . .	\$273,409,000	
25	General Fund--State Appropriation (FY 2009) . . . . .	( <del>(\$276,510,000)</del> )	
26			<u>\$291,499,000</u>
27	Education Legacy Trust Account--State		
28	Appropriation . . . . .	\$25,000,000	
29	TOTAL APPROPRIATION . . . . .	( <del>(\$574,919,000)</del> )	
30			<u>\$589,908,000</u>

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

1 (1) Each general fund fiscal year appropriation includes such funds  
2 as are necessary to complete the school year ending in the fiscal year  
3 and for prior fiscal year adjustments.

4 (2) A maximum of \$848,000 of this fiscal year 2008 appropriation  
5 and a maximum of \$878,000 of the fiscal year 2009 appropriation may be  
6 expended for regional transportation coordinators and related  
7 activities. The transportation coordinators shall ensure that data  
8 submitted by school districts for state transportation funding shall,  
9 to the greatest extent practical, reflect the actual transportation  
10 activity of each district.

11 (3) \$5,000 of the fiscal year 2008 appropriation and \$5,000 of the  
12 fiscal year 2009 appropriation are provided solely for the  
13 transportation of students enrolled in "choice" programs.  
14 Transportation shall be limited to low-income students who are  
15 transferring to "choice" programs solely for educational reasons.

16 (4) Allocations for transportation of students shall be based on  
17 reimbursement rates of \$44.84 per weighted mile in the 2007-08 school  
18 year and \$45.68 per weighted mile in the 2008-09 school year exclusive  
19 of salary and benefit adjustments provided in section 504 of this act.  
20 Allocations for transportation of students transported more than one  
21 radius mile shall be based on weighted miles as determined by  
22 superintendent of public instruction multiplied by the per mile  
23 reimbursement rates for the school year pursuant to the formulas  
24 adopted by the superintendent of public instruction. Allocations for  
25 transportation of students living within one radius mile shall be based  
26 on the number of enrolled students in grades kindergarten through five  
27 living within one radius mile of their assigned school multiplied by  
28 the per mile reimbursement rate for the school year multiplied by 1.29.

29 (5) \$25,000,000 of the education legacy trust account--state  
30 appropriation is provided solely for temporary assistance to school  
31 districts for pupil transportation programs. The office of the  
32 superintendent of public instruction, in consultation with the joint  
33 legislative audit and review committee, will develop a method of  
34 allocating these funds to school districts. The allocation method  
35 shall be based primarily on the findings and analysis from the joint  
36 legislative and audit review committee's K-12 pupil transportation  
37 study completed in December 2006.

1 (6) The office of the superintendent of public instruction shall  
2 provide reimbursement funding to a school district only after the  
3 superintendent of public instruction determines that the school bus was  
4 purchased from the list established pursuant to RCW 28A.160.195(2) or  
5 a comparable competitive bid process based on the lowest price quote  
6 based on similar bus categories to those used to establish the list  
7 pursuant to RCW 28A.160.195.

8 (7) The superintendent of public instruction shall base  
9 depreciation payments for school district buses on the five-year  
10 average of lowest bids in the appropriate category of bus. In the  
11 final year on the depreciation schedule, the depreciation payment shall  
12 be based on the lowest bid in the appropriate bus category for that  
13 school year.

14 **Sec. 1405.** 2008 c 329 s 506 (uncodified) is amended to read as  
15 follows:

16 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**  
17 **PROGRAMS**

18	General Fund--State Appropriation (FY 2008) . . . . .	\$543,469,000
19	General Fund--State Appropriation (FY 2009) . . . . .	<del>(( \$581,925,000 ))</del>
20		<u>\$580,312,000</u>
21	General Fund--Federal Appropriation . . . . .	<del>(( \$435,692,000 ))</del>
22		<u>\$438,852,000</u>
23	Education Legacy Trust Account--State	
24	Appropriation . . . . .	\$14,561,000
25	TOTAL APPROPRIATION . . . . .	<del>(( \$1,575,647,000 ))</del>
26		<u>\$1,577,194,000</u>

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

29 (1) Funding for special education programs is provided on an excess  
30 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure  
31 that special education students as a class receive their full share of  
32 the general apportionment allocation accruing through sections 502 and  
33 504 of this act. To the extent a school district cannot provide an  
34 appropriate education for special education students under chapter  
35 28A.155 RCW through the general apportionment allocation, it shall  
36 provide services through the special education excess cost allocation  
37 funded in this section.

1 (2)(a) The superintendent of public instruction shall ensure that:  
2 (i) Special education students are basic education students first;  
3 (ii) As a class, special education students are entitled to the  
4 full basic education allocation; and  
5 (iii) Special education students are basic education students for  
6 the entire school day.

7 (b) The superintendent of public instruction shall adopt the full  
8 cost method of excess cost accounting, as designed by the committee and  
9 recommended by the superintendent, pursuant to section 501(1)(k),  
10 chapter 372, Laws of 2006, and ensure that all school districts adopt  
11 the method beginning in the 2007-08 school year.

12 (3) Each fiscal year appropriation includes such funds as are  
13 necessary to complete the school year ending in the fiscal year and for  
14 prior fiscal year adjustments.

15 (4) The superintendent of public instruction shall distribute state  
16 funds to school districts based on two categories: (a) The first  
17 category includes (i) children birth through age two who are eligible  
18 for the optional program for special education eligible developmentally  
19 delayed infants and toddlers, and (ii) students eligible for the  
20 mandatory special education program and who are age three or four, or  
21 five and not yet enrolled in kindergarten; and (b) the second category  
22 includes students who are eligible for the mandatory special education  
23 program and who are age five and enrolled in kindergarten and students  
24 age six through 21.

25 (5)(a) For the 2007-08 and 2008-09 school years, the superintendent  
26 shall make allocations to each district based on the sum of:

27 (i) A district's annual average headcount enrollment of students  
28 ages birth through four and those five year olds not yet enrolled in  
29 kindergarten, as defined in subsection (4) of this section, multiplied  
30 by the district's average basic education allocation per full-time  
31 equivalent student, multiplied by 1.15; and

32 (ii) A district's annual average full-time equivalent basic  
33 education enrollment multiplied by the funded enrollment percent  
34 determined pursuant to subsection (6)(b) of this section, multiplied by  
35 the district's average basic education allocation per full-time  
36 equivalent student multiplied by 0.9309.

37 (b) For purposes of this subsection, "average basic education

1 allocation per full-time equivalent student" for a district shall be  
2 based on the staffing ratios required by RCW 28A.150.260 and shall not  
3 include enhancements, secondary vocational education, or small schools.

4 (6) The definitions in this subsection apply throughout this  
5 section.

6 (a) "Annual average full-time equivalent basic education  
7 enrollment" means the resident enrollment including students enrolled  
8 through choice (RCW 28A.225.225) and students from nonhigh districts  
9 (RCW 28A.225.210) and excluding students residing in another district  
10 enrolled as part of an interdistrict cooperative program (RCW  
11 28A.225.250).

12 (b) "Enrollment percent" means the district's resident special  
13 education annual average enrollment, excluding the birth through age  
14 four enrollment and those five year olds not yet enrolled in  
15 kindergarten, as a percent of the district's annual average full-time  
16 equivalent basic education enrollment.

17 Each district's general fund--state funded special education  
18 enrollment shall be the lesser of the district's actual enrollment  
19 percent or 12.7 percent.

20 (7) At the request of any interdistrict cooperative of at least 15  
21 districts in which all excess cost services for special education  
22 students of the districts are provided by the cooperative, the maximum  
23 enrollment percent shall be calculated in accordance with subsection  
24 (6)(b) of this section, and shall be calculated in the aggregate rather  
25 than individual district units. For purposes of this subsection, the  
26 average basic education allocation per full-time equivalent student  
27 shall be calculated in the aggregate rather than individual district  
28 units.

29 (8) To the extent necessary, (~~(\$53,926,000)~~) \$56,553,000 of the  
30 general fund--state appropriation and \$29,574,000 of the general fund--  
31 federal appropriation are provided for safety net awards for districts  
32 with demonstrated needs for special education funding beyond the  
33 amounts provided in subsection (5) of this section. If the federal  
34 safety net awards based on the federal eligibility threshold exceed the  
35 federal appropriation in this subsection (8) in any fiscal year, the  
36 superintendent shall expend all available federal discretionary funds  
37 necessary to meet this need. Safety net funds shall be awarded by the

1 state safety net oversight committee subject to the following  
2 conditions and limitations:

3 (a) The committee shall consider unmet needs for districts that can  
4 convincingly demonstrate that all legitimate expenditures for special  
5 education exceed all available revenues from state funding formulas.  
6 In the determination of need, the committee shall also consider  
7 additional available revenues from federal sources. Differences in  
8 program costs attributable to district philosophy, service delivery  
9 choice, or accounting practices are not a legitimate basis for safety  
10 net awards. In the determination of need, the committee shall require  
11 that districts demonstrate that they are maximizing their eligibility  
12 for all state and federal revenues related to services for special  
13 education-eligible students. Awards associated with (b) and (c) of  
14 this subsection shall not exceed the total of a district's specific  
15 determination of need.

16 (b) The committee shall then consider the extraordinary high cost  
17 needs of one or more individual special education students.  
18 Differences in costs attributable to district philosophy, service  
19 delivery choice, or accounting practices are not a legitimate basis for  
20 safety net awards.

21 (c) Using criteria developed by the committee, the committee shall  
22 then consider extraordinary costs associated with communities that draw  
23 a larger number of families with children in need of special education  
24 services. The safety net awards to school districts shall be adjusted  
25 to reflect amounts awarded under (b) of this subsection.

26 (d) The maximum allowable indirect cost for calculating safety net  
27 eligibility may not exceed the federal restricted indirect cost rate  
28 for the district plus one percent.

29 (e) Safety net awards must be adjusted for any audit findings or  
30 exceptions related to special education funding.

31 (f) Safety net awards shall be adjusted based on the percent of  
32 potential medicaid eligible students billed as calculated by the  
33 superintendent in accordance with chapter 318, Laws of 1999. The state  
34 safety net oversight committee shall ensure that safety net  
35 documentation and awards are based on current medicaid revenue amounts.

36 (9) The superintendent of public instruction may adopt such rules  
37 and procedures as are necessary to administer the special education

1 funding and safety net award process. Prior to revising any standards,  
2 procedures, or rules, the superintendent shall consult with the office  
3 of financial management and the fiscal committees of the legislature.

4 (10) The safety net oversight committee appointed by the  
5 superintendent of public instruction shall consist of:

6 (a) One staff from the office of superintendent of public  
7 instruction;

8 (b) Staff of the office of the state auditor who shall be nonvoting  
9 members of the committee; and

10 (c) One or more representatives from school districts or  
11 educational service districts knowledgeable of special education  
12 programs and funding.

13 (11) The office of the superintendent of public instruction shall  
14 review and streamline the application process to access safety net  
15 funds, provide technical assistance to school districts, and annually  
16 survey school districts regarding improvement to the process.

17 (12) A maximum of \$678,000 may be expended from the general fund--  
18 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
19 full-time equivalent aides at children's orthopedic hospital and  
20 medical center. This amount is in lieu of money provided through the  
21 home and hospital allocation and the special education program.

22 (13) A maximum of \$1,000,000 of the general fund--federal  
23 appropriation is provided for projects to provide special education  
24 students with appropriate job and independent living skills, including  
25 work experience where possible, to facilitate their successful  
26 transition out of the public school system. The funds provided by this  
27 subsection shall be from federal discretionary grants.

28 (14) \$50,000 of the general fund--state appropriation for fiscal  
29 year 2008, \$50,000 of the general fund--state appropriation for fiscal  
30 2009, and \$100,000 of the general fund--federal appropriation shall be  
31 expended to support a special education ombudsman program within the  
32 office of superintendent of public instruction. The purpose of the  
33 program is to provide support to parents, guardians, educators, and  
34 students with disabilities. The program will provide information to  
35 help families and educators understand state laws, rules, and  
36 regulations, and access training and support, technical information  
37 services, and mediation services. The ombudsman program will provide  
38 data, information, and appropriate recommendations to the office of

1 superintendent of public instruction, school districts, educational  
2 service districts, state need projects, and the parent and teacher  
3 information center. Within the appropriations in this section there is  
4 sufficient funding provided to also provide at least a half-time  
5 support staff position for the special education ombudsman program.

6 (15) The superintendent shall maintain the percentage of federal  
7 flow-through to school districts at 85 percent. In addition to other  
8 purposes, school districts may use increased federal funds for high-  
9 cost students, for purchasing regional special education services from  
10 educational service districts, and for staff development activities  
11 particularly relating to inclusion issues.

12 (16) A maximum of \$1,200,000 of the general fund--federal  
13 appropriation may be expended by the superintendent for projects  
14 related to use of inclusion strategies by school districts for  
15 provision of special education services.

16 (17) The superintendent, consistent with the new federal IDEA  
17 reauthorization, shall continue to educate school districts on how to  
18 implement a birth-to-three program and review the cost effectiveness  
19 and learning benefits of early intervention.

20 (18) A school district may carry over from one year to the next  
21 year up to 10 percent of the general fund--state funds allocated under  
22 this program; however, carryover funds shall be expended in the special  
23 education program.

24 (19) \$262,000 of the general fund--state appropriation for fiscal  
25 year 2008 and \$251,000 of the general fund--state appropriation for  
26 fiscal year 2009 are provided solely for two additional full-time  
27 equivalent staff to support the work of the safety net committee and to  
28 provide training and support to districts applying for safety net  
29 awards.

30 **Sec. 1406.** 2008 c 329 s 508 (uncodified) is amended to read as  
31 follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**  
33 **ASSISTANCE**

34	General Fund--State Appropriation (FY 2008) . . . . .	\$203,555,000
35	General Fund--State Appropriation (FY 2009) . . . . .	(( <del>\$220,100,000</del> ))
36		<u>\$224,514,000</u>
37	TOTAL APPROPRIATION . . . . .	(( <del>\$423,655,000</del> ))



2 **Sec. 1407.** 2008 c 329 s 509 (uncodified) is amended to read as  
3 follows:

4 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**  
5 **EDUCATION PROGRAMS**

6	General Fund--State Appropriation (FY 2008) . . . . .	\$19,105,000
7	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$19,764,000)</del>
8		<u>\$21,664,000</u>
9	TOTAL APPROPRIATION . . . . .	<del>(\$38,869,000)</del>
10		<u>\$40,769,000</u>

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

13 (1) Each general fund--state fiscal year appropriation includes  
14 such funds as are necessary to complete the school year ending in the  
15 fiscal year and for prior fiscal year adjustments.

16 (2) State funding provided under this section is based on salaries  
17 and other expenditures for a 220-day school year. The superintendent  
18 of public instruction shall monitor school district expenditure plans  
19 for institutional education programs to ensure that districts plan for  
20 a full-time summer program.

21 (3) State funding for each institutional education program shall be  
22 based on the institution's annual average full-time equivalent student  
23 enrollment. Staffing ratios for each category of institution shall  
24 remain the same as those funded in the 1995-97 biennium.

25 (4) The funded staffing ratios for education programs for juveniles  
26 age 18 or less in department of corrections facilities shall be the  
27 same as those provided in the 1997-99 biennium.

28 (5) \$187,000 of the general fund--state appropriation for fiscal  
29 year 2008 and ~~(\$133,797)~~ \$329,000 of the general fund--state  
30 appropriation for fiscal year 2009 are provided solely to maintain at  
31 least one certificated instructional staff and related support services  
32 at an institution whenever the K-12 enrollment is not sufficient to  
33 support one full-time equivalent certificated instructional staff to  
34 furnish the educational program. The following types of institutions  
35 are included: Residential programs under the department of social and  
36 health services for developmentally disabled juveniles, programs for

1 juveniles under the department of corrections, and programs for  
2 juveniles under the juvenile rehabilitation administration.

3 (6) Ten percent of the funds allocated for each institution may be  
4 carried over from one year to the next.

5 **Sec. 1408.** 2008 c 329 s 510 (uncodified) is amended to read as  
6 follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**  
8 **CAPABLE STUDENTS**

9	General Fund--State Appropriation (FY 2008) . . . . .	\$8,383,000
10	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$8,788,000)</del>
11		<u>\$8,776,000</u>
12	TOTAL APPROPRIATION . . . . .	<del>(\$17,171,000)</del>
13		<u>\$17,159,000</u>

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

16 (1) Each general fund fiscal year appropriation includes such funds  
17 as are necessary to complete the school year ending in the fiscal year  
18 and for prior fiscal year adjustments.

19 (2) Allocations for school district programs for highly capable  
20 students shall be distributed at a maximum rate of \$372.15 per funded  
21 student for the 2007-08 school year and ~~(\$378.13)~~ \$378.32 per funded  
22 student for the 2008-09 school year, exclusive of salary and benefit  
23 adjustments pursuant to section 504 of this act. The number of funded  
24 students shall be a maximum of 2.314 percent of each district's full-  
25 time equivalent basic education enrollment.

26 (3) \$170,000 of the fiscal year 2008 appropriation and \$170,000 of  
27 the fiscal year 2009 appropriation are provided for the centrum program  
28 at Fort Worden state park.

29 (4) \$90,000 of the fiscal year 2008 appropriation and \$90,000 of  
30 the fiscal year 2009 appropriation are provided for the Washington  
31 destination imagination network and future problem-solving programs.

32 **Sec. 1409.** 2008 c 329 s 512 (uncodified) is amended to read as  
33 follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**  
35 **BILINGUAL PROGRAMS**

36	General Fund--State Appropriation (FY 2008) . . . . .	\$65,595,000
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1	General Fund--State Appropriation (FY 2009) . . . . .	(\$69,560,000)
2		<u>\$68,924,000</u>
3	General Fund--Federal Appropriation . . . . .	\$45,243,000
4	TOTAL APPROPRIATION . . . . .	(\$180,398,000)
5		<u>\$179,762,000</u>

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) The superintendent shall distribute a maximum of \$824.12 per  
12 eligible bilingual student in the 2007-08 school year and \$840.64 in  
13 the 2008-09 school year, exclusive of salary and benefit adjustments  
14 provided in section 504 of this act.

15 (3) The superintendent may withhold up to 1.5 percent of the school  
16 year allocations to school districts in subsection (2) of this section,  
17 and adjust the per eligible pupil rates in subsection (2) of this  
18 section accordingly, solely for the central provision of assessments as  
19 provided in RCW 28A.180.090 (1) and (2).

20 (4) \$70,000 of the amounts appropriated in this section are  
21 provided solely to track current and former transitional bilingual  
22 program students.

23 (5) The general fund--federal appropriation in this section is  
24 provided for migrant education under Title I Part C and English  
25 language acquisition, and language enhancement grants under Title III  
26 of the elementary and secondary education act.

27 (6) Pursuant to RCW 28A.150.260, during the 2007-09 biennium, the  
28 office of the superintendent of public instruction shall not make exit  
29 of the transitional bilingual program contingent on passing both the  
30 Washington language proficiency test and the Washington assessment of  
31 student learning without prior legislative approval.

32 **Sec. 1410.** 2009 c 4 s 504 (uncodified) is amended to read as  
33 follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**  
35 **PROGRAMS**

36	General Fund--State Appropriation (FY 2008) . . . . .	\$66,272,000
37	General Fund--State Appropriation (FY 2009) . . . . .	(\$84,636,000)



1 (3) \$250,000 of the general fund--state appropriation for fiscal  
2 year 2008, \$250,000 of the general fund--state appropriation for fiscal  
3 year 2009, and \$1,630,000 of the education legacy trust account--state  
4 appropriation is provided solely for the development and implementation  
5 of diagnostic assessments, subject to the following terms and  
6 conditions:

7 (a) A maximum of \$2,540,000 of the funding provided in this  
8 subsection shall support the development and implementation of  
9 voluntary classroom-based diagnostic assessments and progress  
10 monitoring tools for all subject areas included in the WASL by the  
11 office of the superintendent of public instruction; and

12 (b) \$2,360,000 of the funding provided in this subsection is for  
13 allocations to school districts to purchase assessment tools which  
14 supplement the system of diagnostic tests developed by the office of  
15 the superintendent of public instruction as described in (a) of this  
16 subsection.

17 (4) Within the amounts appropriated in this section, funding is for  
18 second grade assessments.

19 (5) \$1,414,000 of the general fund--state appropriation for fiscal  
20 year 2008 (~~and~~) is provided solely for (a) the tenth grade  
21 mathematics assessment tool that: (i) Presents the mathematics  
22 essential learnings in segments for assessment; (ii) is comparable in  
23 content and rigor to the tenth grade mathematics WASL when all segments  
24 are considered together; (iii) is reliable and valid; and (iv) can be  
25 used to determine a student's academic performance level; (b) tenth  
26 grade mathematics knowledge and skill learning modules to teach middle  
27 and high school students specific skills that have been identified as  
28 areas of difficulty for tenth grade students; and (c) making the  
29 modules available on-line.

30 (6) \$1,966,000 of the general fund--state appropriation for fiscal  
31 year 2009 and \$2,337,000 of the education legacy trust account  
32 appropriation are provided solely to develop a system of mathematics  
33 and science standards and instructional materials that are  
34 internationally competitive and consistent with emerging best practices  
35 research. Funding in this subsection shall fund all of the following  
36 specific projects:

37 (a) The office of the superintendent of public instruction shall  
38 adopt revised state standards in mathematics as directed by Second

1 Substitute House Bill No. 1906 (improving mathematics and science  
2 education). Activities include conducting research at the request of  
3 the state board of education, engaging one or more national experts in  
4 mathematics selected by the board, and convening education  
5 practitioners and community members in an advisory capacity regarding  
6 revised standards in mathematics.

7 (b) The office of the superintendent of public instruction, in  
8 consultation with the state board of education, shall research and  
9 identify not more than three basic mathematics curricula as well as  
10 diagnostic and supplemental instructional materials for elementary,  
11 middle, and high school grade spans that align with the revised  
12 mathematics standards.

13 (c) The office of the superintendent of public instruction shall  
14 adopt revised state standards in science as directed by Second  
15 Substitute House Bill No. 1906 (improving mathematics and science  
16 education. Activities include conducting research at the request of  
17 the state board of education, engaging one or more national experts in  
18 science selected by the board, and convening education practitioners  
19 and community members in an advisory capacity regarding revised  
20 standards in science.

21 (d) The office of the superintendent of public instruction, in  
22 consultation with the state board of education, shall research and  
23 identify not more than three basic science curricula as well as  
24 diagnostic and supplemental instructional materials for elementary,  
25 middle, and high school grade spans that align with the revised science  
26 standards.

27 (e) The office of the superintendent of public instruction shall  
28 evaluate science textbooks, instructional materials, and diagnostic  
29 tools to determine the extent to which they are aligned with the  
30 revised science standards. Once the evaluations have been conducted,  
31 results will be shared with science teachers, other educators, and  
32 community members.

33 (f) Funding is provided for the office of the superintendent of  
34 public instruction to develop WASL knowledge and skill learning modules  
35 to assist students performing at tenth grade level 1 and level 2 in  
36 science.

37 (g) Of the amounts provided in this subsection, \$300,000 is  
38 provided solely to the state board of education to increase capacity to

1 implement the provisions of Second Substitute House Bill No. 1906  
2 (improving mathematics and science education) and Engrossed Second  
3 Substitute Senate Bill No. 6023 (regarding alternative assessments).

4 (7) \$8,950,000 of the education legacy trust account appropriation  
5 is for allocations to districts for salaries and benefits for the  
6 equivalent of two additional professional development days each school  
7 year for fourth and fifth grade teachers. The allocations shall be  
8 made based on the calculations of certificated instructional staff  
9 units for fourth and fifth grade provided in section 502 of this act  
10 and on the calculations of compensation provided in sections 503 and  
11 504 of this act. Allocations made pursuant to this subsection are  
12 intended to be formula-driven, and the office of the superintendent of  
13 public instruction shall provide updated projections of the relevant  
14 budget drivers by November 20, 2007, and by November 20, 2008. In the  
15 2007-08 school year, the professional development activities funded by  
16 this subsection shall be focused on development of mathematics  
17 knowledge and instructional skills and on improving instruction in  
18 science. In the 2008-09 school year, the additional professional  
19 development shall focus on skills related to implementing the new  
20 international mathematics and science standards and curriculum.  
21 Districts may use the funding to support additional days for  
22 professional development as well as job-embedded forms of professional  
23 development.

24 (8) \$13,058,000 of the education legacy trust fund appropriation is  
25 for allocations to districts for salaries and benefits for the  
26 equivalent of three additional professional development days for middle  
27 and high school math teachers and the equivalent of three additional  
28 professional development days for middle and high school science  
29 teachers. The office of the superintendent of public instruction shall  
30 develop rules to determine the number of math and science teachers in  
31 middle and high schools within each district. Allocations made  
32 pursuant to this subsection are intended to be formula-driven, and the  
33 office of the superintendent of public instruction shall provide  
34 updated projections of the relevant budget drivers by November 20,  
35 2007, and by November 20, 2008. Districts may use the funding to  
36 support additional days for professional development as well as job-  
37 embedded forms of professional development, consistent with the  
38 following:

1 (a) For middle school teachers during the 2007-08 school year the  
2 additional math professional development funded in this subsection  
3 shall focus on development of basic mathematics knowledge and  
4 instructional skills and the additional science professional  
5 development shall focus on examination of student science assessment  
6 data and identification of science knowledge and skill areas in need of  
7 additional instructional attention. For middle school teachers during  
8 the 2008-09 school year the additional math professional development  
9 shall focus on skills related to implementing the new international  
10 mathematics standards and the additional science professional  
11 development shall focus on skills related to implementing the new  
12 international science standards.

13 (b) For high school teachers during the 2007-08 school year the  
14 additional math professional development funded in this subsection  
15 shall focus on skills related to implementing state math learning  
16 modules, the segmented math class/assessment program, the collection of  
17 evidence alternative assessment, and basic mathematics knowledge and  
18 instructional skills, and the additional science professional  
19 development shall focus on skills related to examination of student  
20 science assessment data and identification of science knowledge and  
21 skill areas in need of additional instructional attention. For high  
22 school teachers during the 2008-09 school year the additional math  
23 professional development shall focus on skills related to implementing  
24 the new international mathematics standards and the additional science  
25 professional development shall focus on skills related to implementing  
26 the new international science standards.

27 (9) \$17,491,000 of the education legacy trust fund appropriation is  
28 for allocations to districts for specialized professional development  
29 in math for one math teacher and one science teacher in each middle  
30 school and one math teacher and one science teacher in each high  
31 school. The allocations shall be based on five additional professional  
32 development days per teacher and an additional allocation per teacher  
33 of \$1,500 for training costs. In order to generate an allocation under  
34 this subsection, a teacher must participate in specialized professional  
35 development that leads to the implementation of mathematics and science  
36 courses that add new rigor to the math and science course offerings in  
37 the school. Allocations made pursuant to this subsection are intended



1 to be formula-driven, and the office of the superintendent of public  
2 instruction shall provide updated projections of the relevant budget  
3 drivers by November 20, 2007, and by November 20, 2008.

4 (10) \$5,376,000 of the education legacy trust account--state  
5 appropriation is provided solely for a math and science instructional  
6 coaches program pursuant to Second Substitute House Bill No. 1906  
7 (improving mathematics and science education). Funding shall be used  
8 to provide grants to schools and districts to provide salaries,  
9 benefits, and professional development activities to twenty-five  
10 instructional coaches in middle and high school math in the 2007-08 and  
11 2008-09 school years and twenty-five instructional coaches in middle  
12 and high school science in the 2008-09 school years; and up to \$300,000  
13 may be used by the office of the superintendent of public instruction  
14 to administer and coordinate the program. Each instructional coach  
15 will receive five days of training at a coaching institute prior to  
16 being assigned to serve two schools each. These coaches will attend  
17 meetings during the year to further their training and assist with  
18 coordinating statewide trainings on math and science.

19 (11) \$1,133,000 of the general fund--state appropriation for fiscal  
20 year 2008 and \$1,133,000 of the general fund--state appropriation for  
21 fiscal year 2009 are provided solely to allow approved middle and  
22 junior high school career and technical education programs to receive  
23 enhanced vocational funding pursuant to Second Substitute House Bill  
24 No. 1906 (improving mathematics and science education). The office of  
25 the superintendent of public instruction shall provide allocations to  
26 districts for middle and junior high school students in accordance with  
27 the funding formulas provided in section 502 of this act. Although the  
28 allocations are formula-driven, the office of the superintendent shall  
29 consider the funding provided in this subsection as a fixed amount, and  
30 shall adjust funding to stay within the amounts provided in this  
31 subsection.

32 (12) Within the amounts appropriated in this section, funding is  
33 for (a) staff at the office of the superintendent of public instruction  
34 to coordinate and promote efforts to develop integrated math, science,  
35 technology, and engineering programs in schools and districts across  
36 the state; and (b) grants of \$2,500 to provide twenty middle and high  
37 school teachers each year professional development training for

1 implementing integrated math, science, technology, and engineering  
2 program in their schools.

3 (13) Within the amounts appropriated in this section, funding is  
4 for in-service training and educational programs conducted by the  
5 Pacific science center and for the Washington state leadership  
6 assistance for science education reform (LASER) regional partnership  
7 coordinated at the Pacific science center.

8 (14) \$51,701,000 of the education legacy trust account--state  
9 appropriation is provided solely for grants for voluntary full-day  
10 kindergarten at the highest poverty schools, as provided in Engrossed  
11 Second Substitute Senate Bill 5841 (enhancing student learning  
12 opportunities and achievement). The office of the superintendent of  
13 public instruction shall provide allocations to districts for recipient  
14 schools in accordance with the funding formulas provided in section 502  
15 of this act. Each kindergarten student who enrolls for the voluntary  
16 full-day program in a recipient school shall count as one-half of one  
17 full-time equivalent student for the purpose of making allocations  
18 under this subsection. Although the allocations are formula-driven,  
19 the office of the superintendent shall consider the funding provided in  
20 this subsection as a fixed amount, and shall limit the number of  
21 recipient schools so as to stay within the amounts appropriated each  
22 fiscal year in this subsection. The funding provided in this  
23 subsection is estimated to provide full-day kindergarten programs for  
24 10 percent of kindergarten enrollment in the 2007-08 school year and 20  
25 percent of kindergarten enrollment in the 2008-09 school year. Funding  
26 priority shall be given to schools with the highest poverty levels, as  
27 measured by prior year free and reduced priced lunch eligibility rates  
28 in each school. Additionally, as a condition of funding, school  
29 districts must agree to provide the full-day program to the children of  
30 parents who request it in each eligible school. For the purposes of  
31 calculating a school district levy base, funding provided in this  
32 subsection shall be considered a state block grant program under RCW  
33 84.52.0531.

34 (a) Of the amounts provided in this subsection, a maximum of  
35 \$272,000 may be used for administrative support of the full-day  
36 kindergarten program within the office of the superintendent of public  
37 instruction.

1 (b) Student enrollment pursuant to this program shall not be  
2 included in the determination of a school district's overall K-12 FTE  
3 for the allocation of student achievement programs and other funding  
4 formulas unless specifically stated.

5 (15) Within the amounts appropriated in this section, funding is  
6 for support of a full-day kindergarten "lighthouse" resource program at  
7 the Bremerton school district, as provided in Engrossed Second Senate  
8 Bill No. 5841 (enhancing student learning opportunities and  
9 achievement). The purpose of the program is to provide technical  
10 assistance to districts in the initial stages of implementing a high  
11 quality full-day kindergarten program.

12 (16) Within the amounts appropriated in this section, funding is  
13 for grants for three demonstration projects for kindergarten through  
14 grade three. The purpose of the grants is to implement best practices  
15 in developmental learning in kindergarten through third grade pursuant  
16 to Engrossed Second Substitute Senate Bill No. 5841 (enhancing student  
17 learning opportunities and achievement).

18 (17) \$300,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$1,000,000 of the general fund--state appropriation for  
20 fiscal year 2009 are provided solely for the development of a  
21 leadership academy for school principals and administrators. The  
22 superintendent of public instruction shall contract with an independent  
23 organization to design, field test, and implement a state-of-the-art  
24 education leadership academy that will be accessible throughout the  
25 state. Initial development of the content of the academy activities  
26 shall be supported by private funds. Semiannually the independent  
27 organization shall report on amounts committed by foundations and  
28 others to support the development and implementation of this program.  
29 Leadership academy partners, with varying roles, shall include the  
30 state level organizations for school administrators and principals, the  
31 superintendent of public instruction, the professional educator  
32 standards board, and others as the independent organization shall  
33 identify.

34 (18) Within the amounts appropriated in this section, funding is  
35 for grants to school districts to implement emerging best practices  
36 activities in support of classroom teachers' instruction of students,  
37 with a first language other than English, who struggle with acquiring  
38 academic English skills, as outlined in Engrossed Second Substitute

1 Senate Bill No. 5841 (enhancing student learning opportunities and  
2 achievement). Best practices shall focus on professional development  
3 for classroom teachers and support of instruction for English language  
4 learners in regular classrooms. School districts qualifying for these  
5 grants shall serve a student population that reflects many different  
6 first languages among their students. The Northwest educational  
7 research laboratory (NWREL) shall evaluate the effectiveness of the  
8 practices supported by the grants as provided in section 501 of this  
9 act. Recipients of these grants shall cooperate with NWREL in the  
10 collection of program data.

11 (19) Within the amounts appropriated in this section, funding is  
12 for training of paraprofessional classroom assistants and certificated  
13 staff who work with classroom assistants as provided in RCW  
14 28A.415.310.

15 (20) Within the amounts appropriated in this section, funding is  
16 provided for mentor teacher assistance, including state support  
17 activities, under RCW 28A.415.250 and 28A.415.260, and for a mentor  
18 academy. Up to \$200,000 of the amount in this subsection may be used  
19 each fiscal year to operate a mentor academy to help districts provide  
20 effective training for peer mentors. Funds for the teacher assistance  
21 program shall be allocated to school districts based on the number of  
22 first year beginning teachers.

23 (21) Within the amounts appropriated in this section, funding is  
24 for the leadership internship program for superintendents, principals,  
25 and program administrators.

26 (22) \$105,765,000 of the general fund--federal appropriation is  
27 provided for preparing, training, and recruiting high quality teachers  
28 and principals under Title II of the no child left behind act.

29 (23) Within the amounts appropriated in this section, funding is  
30 for a principal support program. The office of the superintendent of  
31 public instruction may contract with an independent organization to  
32 administer the program. The program shall include: (a) Development of  
33 an individualized professional growth plan for a new principal or  
34 principal candidate; and (b) participation of a mentor principal who  
35 works over a period of between one and three years with the new  
36 principal or principal candidate to help him or her build the skills  
37 identified as critical to the success of the professional growth plan.

1 Within the amounts provided, \$25,000 per year shall be used to support  
2 additional participation of secondary principals.

3 (24) Within the amounts appropriated in this section, funding is  
4 for the office of the superintendent of public instruction for focused  
5 assistance. The office of the superintendent of public instruction  
6 shall conduct educational audits of low-performing schools and enter  
7 into performance agreements between school districts and the office to  
8 implement the recommendations of the audit and the community. Each  
9 educational audit shall include recommendations for best practices and  
10 ways to address identified needs and shall be presented to the  
11 community in a public meeting to seek input on ways to implement the  
12 audit and its recommendations.

13 (25) Within the amounts appropriated in this section, funding is  
14 for a high school and school district improvement program modeled after  
15 the office of the superintendent of public instruction's existing  
16 focused assistance program in subsection (25)(b) of this section. The  
17 state funding for this improvement program will match an equal amount  
18 committed by a nonprofit foundation in furtherance of a jointly funded  
19 program.

20 (26) Within the amounts appropriated in this section, funding is  
21 for summer accountability institutes offered by the superintendent of  
22 public instruction. The institutes shall provide school district staff  
23 with training in the analysis of student assessment data, information  
24 regarding successful district and school teaching models, research on  
25 curriculum and instruction, and planning tools for districts to improve  
26 instruction in reading, mathematics, language arts, social studies,  
27 including civics, and guidance and counseling. The superintendent of  
28 public instruction shall offer at least one institute specifically for  
29 improving instruction in mathematics in fiscal years 2008 and 2009 and  
30 at least one institute specifically for improving instruction in  
31 science in fiscal year 2009.

32 (27) Within the amounts appropriated in this section, funding is  
33 for the evaluation of mathematics textbooks, other instructional  
34 materials, and diagnostic tools to determine the extent to which they  
35 are aligned with the state standards. Once the evaluations have been  
36 conducted, results will be shared with math teachers, other educators,  
37 and community members for the purposes of validating the conclusions  
38 and then selecting up to three curricula, supporting materials, and

1 diagnostic instruments as those best able to assist students to learn  
2 and teachers to teach the content of international standards. In  
3 addition, the office of the superintendent shall continue to provide  
4 support and information on essential components of comprehensive,  
5 school-based reading programs.

6 (28) Within the amounts appropriated in this section, funding is  
7 for the mathematics helping corps subject to the following conditions  
8 and limitations:

9 (a) In order to increase the availability and quality of technical  
10 mathematics assistance statewide, the superintendent of public  
11 instruction shall employ mathematics school improvement specialists to  
12 provide assistance to schools and districts. The specialists shall be  
13 hired by and work under the direction of a statewide school improvement  
14 coordinator. The mathematics improvement specialists shall not be  
15 permanent employees of the superintendent of public instruction.

16 (b) The school improvement specialists shall provide the following:

17 (i) Assistance to schools to disaggregate student performance data  
18 and develop improvement plans based on those data;

19 (ii) Consultation with schools and districts concerning their  
20 performance on the Washington assessment of student learning and other  
21 assessments emphasizing the performance on the mathematics assessments;

22 (iii) Consultation concerning curricula that aligns with the  
23 essential academic learning requirements emphasizing the academic  
24 learning requirements for mathematics, the Washington assessment of  
25 student learning, and meets the needs of diverse learners;

26 (iv) Assistance in the identification and implementation of  
27 research-based instructional practices in mathematics;

28 (v) Staff training that emphasizes effective instructional  
29 strategies and classroom-based assessment for mathematics;

30 (vi) Assistance in developing and implementing family and community  
31 involvement programs emphasizing mathematics; and

32 (vii) Other assistance to schools and school districts intended to  
33 improve student mathematics learning.

34 (29) Within the amounts appropriated in this section, funding is  
35 for the improvement of reading achievement and implementation of  
36 research-based reading models. The superintendent shall evaluate  
37 reading curriculum programs and other instructional materials to  
38 determine the extent to which they are aligned with state standards.

1 A report of the analyses shall be made available to school districts.  
2 The superintendent shall report to districts the assessments that are  
3 available to screen and diagnose reading difficulties, and shall  
4 provide training on how to implement a reading assessment system.  
5 Resources may also be used to disseminate grade level expectations and  
6 develop professional development modules and web-based materials.

7 (30) \$30,706,000 of the general fund--federal appropriation is  
8 provided for the reading first program under Title I of the no child  
9 left behind act.

10 (31) \$500,000 of the general fund--state appropriation for fiscal  
11 year 2008 is provided solely for the office of the superintendent of  
12 public instruction to award five grants to parent, community, and  
13 school district partnership programs that will meet the unique needs of  
14 different groups of students in closing the achievement gap. The  
15 legislature intends that the pilot programs will help students meet  
16 state learning standards, achieve the skills and knowledge necessary  
17 for college or the workplace, reduce the achievement gap, prevent  
18 dropouts, and improve graduation rates.

19 (a) The pilot programs shall be designed in such a way as to be  
20 supplemental to educational services provided in the district and shall  
21 utilize a community partnership based approach to helping students and  
22 their parents.

23 (b) The grant recipients shall work in collaboration with the  
24 office of the superintendent of public instruction to develop  
25 measurable goals and evaluation methodologies for the pilot programs.  
26 \$25,000 of this appropriation may be used by the office of the  
27 superintendent of public instruction to hold a statewide meeting to  
28 disseminate successful strategies developed by the grantees.

29 (c) The office of the superintendent of public instruction shall  
30 issue a report to the legislature in the 2009 session on the progress  
31 of each of the pilot programs.

32 (32) Within the amounts appropriated in this section, funding is  
33 for the office of the superintendent of public instruction to support  
34 and award Washington community learning center program grants pursuant  
35 to Engrossed Second Substitute Senate Bill No. 5841 (enhancing student  
36 learning opportunities and achievement). If the bill is not enacted by  
37 June 30, 2007, the amounts provided in this subsection shall lapse.

1 (33) Within the amounts appropriated in this section, funding is  
2 for the elimination of the lunch co-pay for students in grades  
3 kindergarten through third grade that are eligible for reduced price  
4 lunch.

5 (34) Within the amounts appropriated in this section, funding is  
6 for the development of mathematics support activities provided by  
7 community organizations in after school programs. Pursuant to Second  
8 Substitute House Bill No. 1906 (improving mathematics and science  
9 education), the office of the superintendent of public instruction  
10 shall administer grants to community organizations that partner with  
11 school districts to provide these activities and develop a mechanism to  
12 report program and student success.

13 (35) Within the amounts appropriated in this section, funding is  
14 for: (a) The meals for kids program under RCW 28A.235.145 through  
15 28A.235.155; (b) to eliminate the breakfast co-pay for students  
16 eligible for reduced price lunch; and (c) for additional assistance for  
17 school districts initiating a summer food service program.

18 (36) Within the amounts appropriated in this section, funding is  
19 for the Washington reading corps. The superintendent shall allocate  
20 reading corps members to low-performing schools and school districts  
21 that are implementing comprehensive, proven, research-based reading  
22 programs. Two or more schools may combine their Washington reading  
23 corps programs. Grants provided under this section may be used by  
24 school districts for expenditures from September 2007 through August  
25 31, 2009.

26 (37) Within the amounts appropriated in this section, funding is  
27 for grants to school districts to provide a continuum of care for  
28 children and families to help children become ready to learn. Grant  
29 proposals from school districts shall contain local plans designed  
30 collaboratively with community service providers. If a continuum of  
31 care program exists in the area in which the school district is  
32 located, the local plan shall provide for coordination with existing  
33 programs to the greatest extent possible. Grant funds shall be  
34 allocated pursuant to RCW 70.190.040.

35 (38) Within the amounts appropriated in this section, funding is  
36 for improving technology infrastructure, monitoring and reporting on  
37 school district technology development, promoting standards for school  
38 district technology, promoting statewide coordination and planning for



1 technology development, and providing regional educational technology  
2 support centers, including state support activities, under chapter  
3 28A.650 RCW. The superintendent of public instruction shall coordinate  
4 a process to facilitate the evaluation and provision of online  
5 curriculum courses to school districts which includes the following:  
6 Creation of a general listing of the types of available online  
7 curriculum courses; a survey conducted by each regional educational  
8 technology support center of school districts in its region regarding  
9 the types of online curriculum courses desired by school districts; a  
10 process to evaluate and recommend to school districts the best online  
11 courses in terms of curriculum, student performance, and cost; and  
12 assistance to school districts in procuring and providing the courses  
13 to students.

14 (39) Within the amounts appropriated in this section, funding is  
15 for the development and posting of web-based instructional tools,  
16 assessment data, and other information that assists schools and  
17 teachers implementing higher academic standards.

18 (40) Within the amounts appropriated in this section, funding is  
19 for the operation of the center for the improvement of student learning  
20 pursuant to RCW 28A.300.130.

21 (41) Within the amounts appropriated in this section, funding is  
22 for one-time allocations for technology upgrades and improvements. The  
23 funding shall be allocated based on \$3,000 for each elementary school,  
24 \$6,000 for each middle or junior high school, and \$11,000 for each high  
25 school. In cases where a particular school's grade span or  
26 configuration does not fall into these categories, the office of  
27 superintendent of public instruction will develop an allocation to that  
28 school that recognizes the unique characteristics but maintains the  
29 proportionate allocation identified in this subsection.

30 (42) Within the amounts appropriated in this section, funding is  
31 for costs associated with office of the superintendent of public  
32 instruction establishing a statewide director of technology position  
33 pursuant to Second Substitute House Bill No. 1906 (improving  
34 mathematics and science education).

35 (43)(a) Within the amounts appropriated in this section, funding is  
36 for the following bonuses for teachers who hold valid, unexpired  
37 certification from the national board for professional teaching

1 standards and who are teaching in a Washington public school, subject  
2 to the following conditions and limitations:

3 (i) For national board certified teachers, a bonus of \$5,000 per  
4 teacher in fiscal year 2008 and adjusted for inflation in fiscal year  
5 2009. Beginning in the 2007-2008 school year and thereafter, national  
6 board certified teachers who become public school principals shall  
7 continue to receive this bonus for as long as they are principals and  
8 maintain the national board certification;

9 (ii) During the 2007-2008 school year, for national board certified  
10 teachers who teach in schools where at least 70 percent of student  
11 headcount enrollment is eligible for the federal free or reduced price  
12 lunch program, an additional \$5,000 annual bonus to be paid in one lump  
13 sum. Beginning in the 2008-2009 school year and thereafter, an  
14 additional \$5,000 annual bonus shall be paid to national board  
15 certified teachers who teach in either: (A) High schools where at  
16 least 50 percent of student headcount enrollment is eligible for  
17 federal free or reduced price lunch, (B) middle schools where at least  
18 60 percent of student headcount enrollment is eligible for federal free  
19 or reduced price lunch, or (C) elementary schools where at least 70  
20 percent of student headcount enrollment is eligible for federal free or  
21 reduced price lunch; and

22 (iii) The superintendent of public instruction shall adopt rules to  
23 ensure that national board certified teachers meet the qualifications  
24 for bonuses under (a)(ii) of this subsection for less than one full  
25 school year receive bonuses in a pro-rated manner.

26 (b) Included in the amounts provided in this subsection are amounts  
27 for mandatory fringe benefits. Unless Senate Bill No. 6657 (salary  
28 bonuses for individuals certified by the national board for  
29 professional teaching standards) is enacted by June 30, 2008, the  
30 annual bonus shall not be included in the definition of "earnable  
31 compensation" under RCW 41.32.010(10).

32 (c) For purposes of this subsection, "the percent of the student  
33 headcount enrollment eligible for the federal free or reduced price  
34 lunch program" shall be defined as: (i) For the 2007-08 and the 2008-  
35 09 school years, schools in which the prior year percentage of students  
36 eligible for the federal free and reduced price lunch program meets the  
37 criteria specified in subsection (41)(a)(ii) of this section; and (ii)

1 in the 2008-09 school year, any school that met the criterion in (c)(i)  
2 of this subsection in the 2007-08 school year.

3 (d) Within the amounts appropriated in this subsection, the office  
4 of superintendent of public instruction shall revise rules to allow  
5 teachers who hold valid, unexpired certification from the national  
6 board for professional teaching standards and who are teaching at the  
7 Washington school for the deaf or Washington school for the blind, to  
8 receive the annual bonus amounts specified in this subsection if they  
9 are otherwise eligible.

10 (44) Within the amounts appropriated in this section, funding is  
11 for the implementation of Second Substitute Senate Bill No. 6377  
12 (career and technical education).

13 (45) \$3,900,000 of the general fund--state appropriation for fiscal  
14 year 2009 is provided solely for an allocation of four dollars and nine  
15 cents per full-time equivalent student, or as much as the funding in  
16 this subsection will allow, to maintain and improve library materials,  
17 collections, and services. The funding provided in this subsection  
18 shall be used to augment current funding for librarian programs  
19 provided through basic education and other existing funding mechanisms.  
20 In order to receive allocations under this section, school districts  
21 must agree that to the maximum extent possible they will ensure that  
22 library programs and services are equitably provided throughout the  
23 district.

24 (46) Within the amounts appropriated in this section, funding is  
25 for the implementation of Second Substitute Senate Bill No. 6483 (local  
26 farms-healthy kids and communities).

27 (47) Within the amounts appropriated in this section, funding is  
28 for the implementation of Engrossed Second Substitute Senate Bill No.  
29 6673 (student learning opportunities) which requires the office of the  
30 superintendent of public instruction to explore online curriculum  
31 support in languages other than English.

32 (48) Within the amounts appropriated in this section, funding is  
33 for grants to five skills centers to develop and plan for  
34 implementation of integrated English language development/career skills  
35 programs that pair English language development teachers with  
36 career/technical education instructors in the classroom. The office of  
37 the superintendent of public instruction and skill center staff shall  
38 work with the state board for community and technical colleges I-BEST

1 program staff and local community and technical college program staff  
 2 to develop the program to assure critical program elements are included  
 3 and that the skill center programs provide a seamless transition for  
 4 high school students to the community and technical college programs  
 5 for students choosing that pathway. The request for proposal or grant  
 6 application shall be issued no later than May 1, 2008, so that grant  
 7 recipients can begin program planning and development efforts on July  
 8 1, 2008. The superintendent of public instruction shall provide the  
 9 resulting implementation plans to the governor and the appropriate  
 10 committees of the legislature by November 1, 2008.

11 (49) Within the amounts appropriated in this section, funding is  
 12 for support of public high schools' participation in the FIRST robotics  
 13 program. The office of the superintendent of public instruction shall  
 14 issue grants not to exceed \$10,000 per school to be used for teacher  
 15 stipends, registration fees, equipment, and other costs associated with  
 16 direct participation in the program. High-poverty schools and schools  
 17 starting up robotics programs shall be given priority in funding.

18 (50) In addition to other reductions, the reduced appropriations in  
 19 this section reflect an additional (~~(\$499,000)~~) \$602,000 reduction in  
 20 administrative costs required by Engrossed Substitute Senate Bill No.  
 21 5460 (reducing state government administrative costs). These  
 22 administrative reductions shall be achieved, to the greatest extent  
 23 possible, by reducing those administrative costs that do not affect  
 24 direct client services or direct service delivery or programs.

25 **Sec. 1411.** 2009 c 4 s 505 (uncodified) is amended to read as  
 26 follows:

27 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**  
 28 **ASSISTANCE PROGRAM**

29	General Fund--State Appropriation (FY 2008) . . . . .	\$68,381,000
30	General Fund--State Appropriation (FY 2009) . . . . .	( <del>(\$84,654,000)</del> )
31		<u>\$86,268,000</u>
32	General Fund--Federal Appropriation . . . . .	\$360,660,000
33	Education Legacy Trust Account--State	
34	Appropriation . . . . .	\$45,953,000
35	TOTAL APPROPRIATION . . . . .	( <del>(\$559,648,000)</del> )
36		<u>\$561,262,000</u>

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

3 (1) The general fund--state appropriations in this section are  
4 subject to the following conditions and limitations:

5 (a) The appropriations include such funds as are necessary to  
6 complete the school year ending in the fiscal year and for prior fiscal  
7 year adjustments.

8 (b) Funding for school district learning assistance programs shall  
9 be allocated at maximum rates of \$220.34 per funded student for the  
10 2007-08 school year and \$265.08 per funded student for the 2008-09  
11 school year exclusive of salary and benefit adjustments provided under  
12 section 504 of this act.

13 (c) A school district's funded students for the learning assistance  
14 program shall be the sum of the following as appropriate:

15 (i) The district's full-time equivalent enrollment in grades K-12  
16 for the prior school year multiplied by the district's percentage of  
17 October headcount enrollment in grades K-12 eligible for free or  
18 reduced price lunch in the prior school year; and

19 (ii) If, in the prior school year, the district's percentage of  
20 October headcount enrollment in grades K-12 eligible for free or  
21 reduced price lunch exceeded forty percent, subtract forty percent from  
22 the district's percentage and multiply the result by the district's K-  
23 12 annual average full-time equivalent enrollment for the prior school  
24 year.

25 (d) In addition to amounts allocated in (b) and (c) of this  
26 subsection, an additional amount shall be allocated to a school  
27 district for each school year in which the district's allocation is  
28 less than the amount the district received for the general fund--state  
29 learning assistance program allocation in the 2004-05 school year. The  
30 amount of the allocation in this section shall be sufficient to  
31 maintain the 2004-05 school year allocation.

32 (e) If Second Substitute Senate Bill No. 6673 (student learning  
33 opportunities) is enacted by June 30, 2008, in addition to the amounts  
34 allocated in (b), (c), and (d) of this subsection, an additional amount  
35 shall be allocated to school districts with high concentrations of  
36 poverty and English language learner students beginning in the 2008-  
37 2009 school year, subject to the following rules and conditions:

1 (i) To qualify for additional funding under this subsection, a  
2 district's October headcount enrollment in grades kindergarten through  
3 grade twelve must have at least twenty percent enrolled in the  
4 transitional bilingual instruction program based on an average of the  
5 program headcount taken in October and May of the prior school year;  
6 and must also have at least forty percent eligible for free or reduced  
7 price lunch based on October headcount enrollment in grades  
8 kindergarten through twelve in the prior school year.

9 (ii) Districts meeting the specifications in (e)(i) of this  
10 subsection shall receive additional funded students for the learning  
11 assistance program at the rates specified in subsection (1)(b) of this  
12 section. The number of additional funded student units shall be  
13 calculated by subtracting twenty percent from the district's percent  
14 transitional bilingual instruction program enrollment as defined in  
15 (e)(i) of this subsection, and the resulting percent shall be  
16 multiplied by the district's kindergarten through twelve annual average  
17 full-time equivalent enrollment for the prior school year.

18 (2) The general fund--federal appropriation in this section is  
19 provided for Title I Part A allocations of the no child left behind act  
20 of 2001.

21 (3) Small school districts are encouraged to make the most  
22 efficient use of the funding provided by using regional educational  
23 service district cooperatives to hire staff, provide professional  
24 development activities, and implement reading and mathematics programs  
25 consistent with research-based guidelines provided by the office of the  
26 superintendent of public instruction.

27 (4) A school district may carry over from one year to the next up  
28 to 10 percent of the general fund--state or education legacy trust  
29 funds allocated under this program; however, carryover funds shall be  
30 expended for the learning assistance program.

31 (5) School districts are encouraged to coordinate the use of these  
32 funds with other federal, state, and local sources to serve students  
33 who are below grade level and to make efficient use of resources in  
34 meeting the needs of students with the greatest academic deficits.

35 (6) Within the amounts appropriated in this section, funding is for  
36 the implementation of Engrossed Second Substitute Senate Bill No. 6673  
37 (student learning opportunities) which establishes the extended  
38 learning program to provide additional instructional services for

1 eligible students in grades eight, eleven, and twelve during the  
2 regular school day, evenings, on weekends, or at other times in order  
3 to meet the needs of these students. This funding is in addition to  
4 the estimated \$986,000 of associated compensation increases associated  
5 with this legislation in section 504 of this act.

6 **Sec. 1412.** 2009 c 4 s 506 (uncodified) is amended to read as  
7 follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STUDENT ACHIEVEMENT**  
9 **PROGRAM**

10	Student Achievement Account--State Appropriation	
11	(FY 2008) . . . . .	\$423,369,000
12	Student Achievement Account--State Appropriation	
13	(FY 2009) . . . . .	<del>(\$436,910,000)</del>
14		<u>\$74,910,000</u>
15	<u>General Fund--Federal Appropriation . . . . .</u>	<u>\$362,000,000</u>
16	TOTAL APPROPRIATION . . . . .	\$860,279,000

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

19 (1) Funding for school district student achievement programs shall  
20 be allocated at a maximum rate of \$450.00 per FTE student for the 2007-  
21 08 school year and \$458.10 per FTE student for the 2008-09 school year.  
22 For the purposes of this section, FTE student refers to the annual  
23 average full-time equivalent enrollment of the school district in  
24 grades kindergarten through twelve for the prior school year, as  
25 reported to the office of the superintendent of public instruction by  
26 August 31st of the previous school year.

27 (2) The appropriation is allocated for the following uses as  
28 specified in RCW 28A.505.210:

29 (a) To reduce class size by hiring certificated elementary  
30 classroom teachers in grades K-4 and paying nonemployee-related costs  
31 associated with those new teachers;

32 (b) To make selected reductions in class size in grades 5-12, such  
33 as small high school writing classes;

34 (c) To provide extended learning opportunities to improve student  
35 academic achievement in grades K-12, including, but not limited to,  
36 extended school year, extended school day, before-and-after-school

1 programs, special tutoring programs, weekend school programs, summer  
2 school, and all-day kindergarten;

3 (d) To provide additional professional development for educators  
4 including additional paid time for curriculum and lesson redesign and  
5 alignment, training to ensure that instruction is aligned with state  
6 standards and student needs, reimbursement for higher education costs  
7 related to enhancing teaching skills and knowledge, and mentoring  
8 programs to match teachers with skilled, master teachers. The funding  
9 shall not be used for salary increases or additional compensation for  
10 existing teaching duties, but may be used for extended year and  
11 extended day teaching contracts;

12 (e) To provide early assistance for children who need  
13 prekindergarten support in order to be successful in school; or

14 (f) To provide improvements or additions to school building  
15 facilities which are directly related to the class size reductions and  
16 extended learning opportunities under (a) through (c) of this  
17 subsection (2).

18 (3) The superintendent of public instruction shall distribute the  
19 school year allocation according to the monthly schedule defined in RCW  
20 28A.505.220.

(End of part)



PART XV  
HIGHER EDUCATION

Sec. 1501. 2009 c 4 s 603 (uncodified) is amended to read as follows:

**FOR THE UNIVERSITY OF WASHINGTON**

General Fund--State Appropriation (FY 2008)	\$373,726,000
General Fund--State Appropriation (FY 2009)	\$358,727,000
General Fund--Private/Local Appropriation	<del>(\$300,000)</del>
	<u>\$350,000</u>
Education Legacy Trust Account--State	
Appropriation	\$43,181,000
Accident Account--State Appropriation	\$6,513,000
Medical Aid Account--State Appropriation	\$6,371,000
TOTAL APPROPRIATION	<del>(\$788,818,000)</del>
	<u>\$788,868,000</u>

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

(1) \$15,744,000 of the education legacy trust account--state appropriation is to expand general enrollments by 625 student FTEs in fiscal year 2008 and by an additional 625 student FTEs in fiscal year 2009. Of these, 165 FTEs in 2008 and 165 FTEs in 2009 are expected to be graduate student FTEs.

(2) \$6,975,000 of the education legacy trust account--state appropriation is to expand math and science undergraduate enrollments by 250 student FTEs in each fiscal year. The programs expanded shall include mathematics, engineering, and the physical sciences. The university shall provide data to the office of financial management that is required to track changes in enrollments, graduations, and the employment of college graduates related to state investments in math and science programs. Data may be provided through the public centralized higher education enrollment system or through an alternative means agreed to by the institutions and the office of financial management.

(3) \$85,000 of the general fund--state appropriation for fiscal

1 year 2008 and \$85,000 of the general fund--state appropriation for  
2 fiscal year 2009 are provided solely for operating support of the  
3 Washington state academy of sciences, authorized by chapter 70.220 RCW.

4 (4) \$100,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$100,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely for operating support of the  
7 William D. Ruckelshaus center.

8 (5) \$500,000 of the education legacy trust account--state  
9 appropriation is provided solely to expand the number of TRIO eligible  
10 students served in the student support services program at the  
11 University of Washington by 250 students each year. TRIO students  
12 include low-income, first-generation, and college students with  
13 disabilities. The student support services program shall report  
14 annually to the office of financial management and the appropriate  
15 policy and fiscal committees of the legislature on the retention and  
16 completion rates of students served through this appropriation.  
17 Retention rates shall continue to exceed 85 percent for TRIO students  
18 in this program.

19 (6) \$84,000 of the general fund--state appropriation for fiscal  
20 year 2008 and \$84,000 of the general fund--state appropriation for  
21 fiscal year 2009 are provided solely to establish the state  
22 climatologist position.

23 (7) \$25,000 of the general fund--state appropriation for fiscal  
24 year 2008 and \$125,000 of the general fund--state appropriation for  
25 fiscal year 2009 are provided solely for the William D. Ruckelshaus  
26 center to identify and carry out, or otherwise appropriately support,  
27 a process to identify issues that have led to conflict around land use  
28 requirements and property rights, and explore practical and effective  
29 ways to resolve or reduce that conflict. A report with conclusions and  
30 recommendations shall be submitted to the governor and the chairs of  
31 the appropriate committees of the legislature by October 31, 2007.  
32 Work will continue after the submission of the initial report, to  
33 include continuing research and the development of financial and policy  
34 options and a progress report on fact finding efforts and stakeholder  
35 positions due December 1, 2008.

36 (8) \$3,830,000 of the education legacy trust account--state  
37 appropriation is provided solely to expand health sciences capacity at  
38 the University of Washington. Consistent with the medical and dental

1 school extension program appropriations at Washington State University  
2 and Eastern Washington University, funding is provided to expand  
3 classes at the University of Washington. Medical and dental students  
4 shall take the first year of courses for this program at the Riverpoint  
5 campus in Spokane and the second year of courses at the University of  
6 Washington in Seattle.

7 (9) The higher education coordinating board, the office of  
8 financial management, and the higher education institutions negotiated  
9 a set of performance measures, checkpoints, and targets in 2006. By  
10 July 31, 2007, the university and the board shall review and revise  
11 these targets based on per-student funding in the 2007-09  
12 appropriations act. In addition, the board shall compile comparable  
13 data from peer institutions in the eight global challenge states  
14 identified in the Washington Learns study.

15 The checkpoints previously agreed by the board and the University  
16 of Washington are enumerated as follows:

17 (a) Increase the combined number of baccalaureate degrees conferred  
18 per year at all campuses to 8,850;

19 (b) Increase the combined number of high-demand baccalaureate  
20 degrees conferred at all campuses per year to 1,380;

21 (c) Increase the combined number of advanced degrees conferred per  
22 year at all campuses to 3,610;

23 (d) Improve the six-year graduation rate for baccalaureate students  
24 to 74.7 percent;

25 (e) Improve the three-year graduation rate for students who  
26 transfer with an associates degree to 76.0 percent;

27 (f) Improve the freshman retention rate to 93.0 percent;

28 (g) Improve time to degree for baccalaureate students to 92 percent  
29 at the Seattle campus and 92.5 percent at the Bothell and Tacoma  
30 campuses, measured by the percent of admitted students who graduate  
31 within 125 percent of the credits required for a degree; and

32 (h) The institution shall provide a report on Pell grant  
33 recipients' performance within each of the measures included in this  
34 subsection.

35 The University of Washington shall report its progress and ongoing  
36 efforts toward meeting the provisions of this section to the higher  
37 education coordinating board prior to November 1, 2009.

1 (10) \$750,000 of the education legacy trust account appropriation  
2 is provided solely to increase participation in international learning  
3 opportunities, particularly for students with lower incomes who would  
4 otherwise not have the chance to study, work, or volunteer outside the  
5 United States.

6 (11) \$75,000 of the general fund--state appropriation for fiscal  
7 year 2008 and \$75,000 of the general fund--state appropriation for  
8 fiscal year 2009 are provided solely for forestry research by the  
9 Olympic natural resources center.

10 (12) \$25,000 of the general fund--state appropriation for fiscal  
11 year 2008 and \$25,000 of the general fund--state appropriation for  
12 fiscal year 2009 are provided solely for coastal marine research by the  
13 Olympic natural resources center.

14 (13) \$95,000 of the general fund--state appropriation for fiscal  
15 year 2008 and \$30,000 of the general fund--state appropriation for  
16 fiscal year 2009 are provided solely for increased education, training,  
17 and support services for the families of children with autism, and for  
18 the production and distribution of digital video discs in both English  
19 and Spanish about strategies for working with people with autism.

20 (14) \$2,900,000 of the general fund--state appropriation for fiscal  
21 year 2008 and \$3,400,000 of the general fund--state appropriation for  
22 fiscal year 2009 are provided solely for operating support for the  
23 department of global health.

24 (15) In an effort to introduce students to and inform students of  
25 post-secondary opportunities in Washington state, by October 1st of  
26 each year the university shall report to the higher education  
27 coordinating board progress towards developing and implementing  
28 outreach programs designed to increase awareness of higher education to  
29 K-12 populations.

30 (16) \$150,000 of the general fund--state appropriation for fiscal  
31 year 2008 is provided solely for the rural technology initiative  
32 (initiative) at the University of Washington and the transportation  
33 research group (group) at the Washington State University to conduct an  
34 economic analysis of the costs to safely provide log hauling services.  
35 The initiative will be the lead investigator and administer the  
36 project. Neither the University of Washington nor the Washington State  
37 University may make a deduction for administrative costs. The project

1 shall rely upon the Washington state patrol for determination of basic  
2 safe characteristics, consistent with applicable state and federal law.  
3 The analysis shall include:

4 (a) An estimate of log haulers' cost to operate and maintain a  
5 basic and safe log truck without operator including:

6 (i) Variable costs such as fuel, etc;

7 (ii) Quasi-variable costs such as:

8 (A) Tires, brakes, wrappers, and other safety related equipment;

9 (B) Vehicle insurance, taxes, fees, etc;

10 (C) Maintenance costs such as oil, lubrication, and minor repairs;

11 and

12 (D) Depreciation and replacement costs;

13 (b) The source of these cost estimates where possible should be  
14 independent vendors of equipment and services or already existing  
15 studies;

16 (c) A calculation of costs for safe operation expressed as per  
17 mile, hour or load volume including consideration for regional  
18 differences as well as off-road vs. on-road;

19 (d) An evaluation of comparable trucking services; and

20 (e) A review of log truck safety statistics in Washington state.

21 In conducting the analysis, the initiative shall consult with the  
22 northwest log truckers cooperative, the Washington trucking  
23 association, the Washington contract loggers association, the  
24 Washington farm forestry association, and the Washington forest  
25 protection association. By June 30, 2008, the initiative shall provide  
26 a report of its findings to the legislature and governor and distribute  
27 the findings to interested industry groups.

28 (17) \$500,000 of the general fund--state appropriation for fiscal  
29 year 2008 and \$500,000 of the general fund--state appropriation for  
30 fiscal year 2009 are provided solely to the Burke museum to support  
31 science and social science educational programs including public  
32 outreach programs, new educational programs and resources, web-based  
33 interactive learning experiences, teacher training, and traveling  
34 educational opportunities.

35 (18) \$150,000 of the general fund--state appropriation for fiscal  
36 year 2008 and \$300,000 of the general fund--state appropriation for  
37 fiscal year 2009 are provided solely to the institute for learning and  
38 brain sciences.

1 (19) \$30,000 of the general fund--state appropriation for fiscal  
2 year 2008 and \$30,000 of the general fund--state appropriation for  
3 fiscal year 2009 are provided solely for the University of Washington  
4 to gather data and conduct research associated with preparing the  
5 basin-wide assessment and to solicit nominations for review and  
6 submittal to the Washington academy of sciences for the creation of the  
7 Puget Sound science panel pursuant to Engrossed Second Substitute  
8 Senate Bill No. 5372 (Puget Sound partnership).

9 (20)(a) \$500,000 of the general fund--state appropriation for  
10 fiscal year 2008 is provided solely for the University of Washington  
11 school of law loan repayment assistance program endowment fund. The  
12 University of Washington shall conduct fund-raising activities to  
13 increase private sector support of the endowment program and \$250,000  
14 of the appropriation in this subsection is contingent on a private  
15 sector match. Funds in the law school repayment assistance program  
16 endowment fund shall be used to provide graduates who pursue careers in  
17 public interest legal positions with payment assistance toward their  
18 student loan debt.

19 (b) The University of Washington law school shall report to the  
20 legislature by December 1, 2010, information about the loan repayment  
21 assistance program. The report shall contain at least the following  
22 information:

23 (i) A financial summary of the endowment program;

24 (ii) The number of individuals receiving assistance from the  
25 program and information related to the positions in which these  
26 individuals are working;

27 (iii) Any available information regarding the effect of the loan  
28 repayment assistance program on student recruitment and enrollment; and

29 (iv) Other information the school of law deems relevant to the  
30 evaluation of the program.

31 (c) In its rules for administering the program, the school of law  
32 must make provision for cases of hardship or exceptional circumstances,  
33 as defined by the school of law. Examples of such circumstances  
34 include, but are not limited to, family leave, medical leave, illness  
35 or disability, and loss of employment.

36 (d) The loan repayment assistance program must be available to  
37 otherwise eligible graduates of the law school who work in positions

1 with nonprofit organizations or government agencies. Such positions  
2 must be located within Washington state. Government agencies shall  
3 include the various branches of the military.

4 (21) \$54,000 of the general fund--state appropriation for fiscal  
5 year 2008 and \$54,000 of the general fund--state appropriation for  
6 fiscal year 2009 are provided solely for the University of Washington  
7 geriatric education center to develop a voluntary adult family home  
8 certification program. In addition to the minimum qualifications  
9 required under RCW 70.128.120, individuals participating in the  
10 voluntary adult family home certification program shall complete fifty-  
11 two hours of class requirements as established by the University of  
12 Washington geriatric education center. Individuals completing the  
13 requirements of RCW 70.128.120 and the voluntary adult family home  
14 certification program shall be issued a certified adult family home  
15 license by the department of social and health services. The  
16 department of social and health services shall adopt rules implementing  
17 the provisions of this subsection.

18 (22) \$22,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$97,000 of the general fund--state appropriation for  
20 fiscal year 2009 are provided solely for the William D. Ruckelshaus  
21 center for implementation of section 5 of Engrossed Second Substitute  
22 House Bill No. 3123 (nurse staffing). If section 5 of the bill is not  
23 enacted by June 30, 2008, the amount provided in this subsection shall  
24 lapse.

25 (23) \$1,000,000 of the general fund--state appropriation for fiscal  
26 year 2009 is provided solely to establish an e-Science institute that  
27 will provide infrastructure and consulting expertise to university  
28 researchers in advanced computational techniques needed to capture,  
29 store, organize, access, mine, visualize, and interpret massive data  
30 sets.

31 (24) \$50,000 of the general fund--state appropriation for fiscal  
32 year 2009 is provided solely for incentive grants to support medical  
33 research or medical training projects focused upon improvement of  
34 services to persons with developmental disabilities. The university  
35 shall report to appropriate committees of the legislature by December  
36 1, 2008, on incentive grants awarded, and other efforts to improve  
37 training for medical students in treating persons with developmental  
38 disabilities.

1 (25) When implementing reductions in fiscal year 2009, the  
2 University of Washington shall minimize impacts on academic programs,  
3 maximize reductions in administration, and not reduce enrollments below  
4 enrollment levels referenced in 2008 c 329 s 604 and section 601 of  
5 this act.

6 **Sec. 1502.** 2009 c 4 s 606 (uncodified) is amended to read as  
7 follows:

8 **FOR CENTRAL WASHINGTON UNIVERSITY**

9	General Fund--State Appropriation (FY 2008) . . . . .	\$47,691,000
10	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$45,272,000)</del>
11		<u>\$45,275,000</u>
12	Education Legacy Trust Account--State	
13	Appropriation . . . . .	\$16,219,000
14	Pension Funding Stabilization Account	
15	Appropriation . . . . .	\$4,330,000
16	TOTAL APPROPRIATION . . . . .	<del>(\$113,512,000)</del>
17		<u>\$113,515,000</u>

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

20 (1) \$2,474,000 of the education legacy trust account--state  
21 appropriation is to increase general enrollments by 70 FTE students in  
22 fiscal year 2008 and by an additional 211 FTE enrollments in fiscal  
23 year 2009. At least 30 of the additional fiscal year 2009 enrollments  
24 are expected to be graduate students.

25 (2) \$1,816,000 of the education legacy trust account--state  
26 appropriation for fiscal year 2008 is to increase math and science  
27 enrollments by 105 FTE students in fiscal year 2008 and by an  
28 additional 89 FTE students in fiscal year 2009. The university shall  
29 provide data to the office of financial management regarding math and  
30 science enrollments, graduations, and employment of college graduates  
31 related to state investments in math and science enrollment programs.  
32 Data may be provided through the centralized higher education  
33 enrollment system or through an alternative means agreed to by the  
34 institutions and the office of financial management.

35 (3) \$1,801,000 of the education legacy trust account--state  
36 appropriation is to increase high-demand undergraduate enrollments by  
37 85 student FTEs in fiscal year 2008 and by an additional 70 FTE



1 students in fiscal year 2009. The programs expanded shall include, but  
2 are not limited to, bilingual education and information technology.  
3 The university shall provide data to the office of financial management  
4 that is required to track changes in enrollments, graduations, and the  
5 employment of college graduates related to state investments in high-  
6 demand enrollment programs. Data may be provided through the public  
7 centralized higher education enrollment system or through an  
8 alternative means agreed to by the institutions and the office of  
9 financial management.

10 (4) \$500,000 of the education legacy trust account--state  
11 appropriation is provided solely to expand the number of TRIO eligible  
12 students served in the student support services program at Central  
13 Washington University by 250 students each year. TRIO students include  
14 low-income, first-generation, and college students with disabilities.  
15 The student support services program shall report annually to the  
16 office of financial management and the appropriate policy and fiscal  
17 committees of the legislature on the retention and completion rates of  
18 students served through this appropriation. Retention rates shall  
19 continue to exceed 85 percent for TRIO students in this program.

20 (5) The higher education coordinating board, the office of  
21 financial management, and the higher education institutions negotiated  
22 a set of performance measures, checkpoints, and targets in 2006. By  
23 July 31, 2007, the university and the board shall review and revise  
24 these targets based on per-student funding in the 2007-09  
25 appropriations act. In addition, the board shall compile comparable  
26 data from peer institutions in the eight global challenge states  
27 identified in the Washington Learns study.

28 The checkpoints previously agreed by the board and the Central  
29 Washington University are enumerated as follows:

30 (a) Increase the number of baccalaureate degrees conferred per year  
31 to 2,050;

32 (b) Increase the number of high-demand baccalaureate degrees  
33 conferred per year to 49;

34 (c) Increase the number of advanced degrees conferred per year at  
35 all campuses to 196;

36 (d) Improve the six-year graduation rate for baccalaureate students  
37 to 51.1 percent;

1 (e) Improve the three-year graduation rate for students who  
2 transfer with an associates degree to 72.3 percent;

3 (f) Improve the freshman retention rate to 78.2 percent;

4 (g) Improve time to degree for baccalaureate students to 86.6  
5 percent, measured by the percent of admitted students who graduate  
6 within 125 percent of the credits required for a degree; and

7 (h) The institution shall provide a report on Pell grant  
8 recipients' performance within each of the measures included in this  
9 section.

10 Central Washington University shall report its progress and ongoing  
11 efforts toward meeting the provisions of this section to the higher  
12 education coordinating board prior to November 1, 2009.

13 (6) \$500,000 of the education legacy trust account appropriation is  
14 provided solely to implement Engrossed Substitute House Bill No. 1497  
15 (Central Washington University operating fee waivers). If the bill is  
16 not enacted by June 30, 2007, this appropriation shall lapse.

17 (7) In an effort to introduce students to and inform students of  
18 post-secondary opportunities in Washington state, by October 1st of  
19 each year the university shall report to the higher education  
20 coordinating board progress towards developing and implementing  
21 outreach programs designed to increase awareness of higher education to  
22 K-12 populations.

23 (8) When implementing reductions in fiscal year 2009, Central  
24 Washington University shall minimize impacts on academic programs,  
25 maximize reductions in administration, and not reduce enrollments below  
26 enrollment levels referenced in 2008 c 329 s 604 and section 601 of  
27 this act.

28 **Sec. 1503.** 2009 c 4 s 609 (uncodified) is amended to read as  
29 follows:

30 **FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND**  
31 **ADMINISTRATION**

32	General Fund--State Appropriation (FY 2008) . . . . .	\$7,008,000
33	General Fund--State Appropriation (FY 2009) . . . . .	\$6,533,000
34	General Fund--Federal Appropriation . . . . .	\$4,333,000
35	TOTAL APPROPRIATION . . . . .	\$17,874,000

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

1           (1) (~~(\$87,000 of the general fund state appropriation for fiscal~~  
2 ~~year 2008 and \$169,000 of the general fund state appropriation for~~  
3 ~~fiscal year 2009 are provided solely to maintain and update a~~  
4 ~~scholarship clearinghouse that lists every public and private~~  
5 ~~scholarship available to Washington students)) Within the funds  
6 appropriated in this section, the board shall maintain and update a  
7 scholarship clearing house that lists every public and private  
8 scholarship available to Washington students. The higher education  
9 coordinating board shall develop a web-based interface for students and  
10 families as well as a common application for these scholarships.~~

11           (2) (~~(\$339,000 of the general fund state appropriation for fiscal~~  
12 ~~year 2008 and \$330,000 of the general fund state appropriation for~~  
13 ~~fiscal year 2009 are provided solely for implementation of)) Within the  
14 funds appropriated in this section, the board shall implement Second  
15 Substitute Senate Bill No. 5098 (the college bound scholarship). If  
16 the bill is not enacted by June 30, 2007, the amounts provided in this  
17 subsection shall lapse.~~

18           (3) (~~(\$200,000 of the general fund state appropriation for fiscal~~  
19 ~~year 2008 and \$150,000 of the general fund state appropriation for~~  
20 ~~fiscal year 2009 are provided solely for implementation of)) Within the  
21 funds appropriated in this section, the board shall implement Engrossed  
22 Substitute House Bill No. 1131 (the passport to college promise). If  
23 the bill is not enacted by June 30, 2007, the amounts provided in this  
24 subsection shall lapse.~~

25           (4) (~~(\$152,000 of the general fund state appropriation for fiscal~~  
26 ~~year 2008 and \$191,000 of the general fund state appropriation for~~  
27 ~~fiscal year 2009 are provided solely for administration of)) Within the  
28 funds appropriated in this section, the board shall implement  
29 conditional scholarships.~~

30           (5) (~~Except for moneys provided in this section for specific~~  
31 ~~purposes, and to the extent that the executive director finds that the~~  
32 ~~agency will not require the full amount appropriated for a fiscal year~~  
33 ~~in this section, the unexpended appropriation shall be transferred to~~  
34 ~~the state education trust account established under RCW 28B.92.140 for~~  
35 ~~purposes of fulfilling unfunded scholarship commitments that the board~~  
36 ~~made under its federal GEAR UP Grant 1.~~

37           ~~(6))~~ \$200,000 of the general fund--state appropriation is provided  
38 solely to implement a capital facility and technology capacity study

1 which will compare the 10-year enrollment projections with the capital  
2 facility requirements and technology application and hardware capacity  
3 needed to deliver higher education programs for the period 2009-2019.  
4 The higher education coordinating board shall:

5 (a) Develop the study in collaboration with the state board for  
6 community and technical colleges, four-year universities, and the  
7 Washington independent colleges;

8 (b) Determine the 10-year capital facilities and technology  
9 application and hardware investment needed by location to deliver  
10 higher education programs to additional student FTE;

11 (c) Estimate operational and capital costs of the additional  
12 capacity; and

13 (d) Report findings to the legislature on October 1, 2008.

14 ~~((7) \$85,000 of the general fund state appropriation for fiscal~~  
15 ~~year 2008 and \$127,000 of the general fund state appropriation for~~  
16 ~~fiscal year 2009 are provided solely for the board to))~~ (6) Within the  
17 funds appropriated in this section, the board shall prepare a program  
18 and operating plan for a higher education center in the Kitsap county  
19 area. The plan shall be developed in consultation with an advisory  
20 committee of civic, business, and educational leaders from Clallam,  
21 Jefferson, Kitsap, and Mason counties. It shall include a projection  
22 of lower and upper division and graduate enrollment trends in the study  
23 area; a review of assessments of employer needs; an inventory of  
24 existing and needed postsecondary programs; recommended strategies for  
25 promoting active program participation in and extensive program  
26 offerings at the center by public and private baccalaureate  
27 institutions; and an estimate of operating and capital costs for the  
28 creation and operation of the center. The board shall submit its  
29 findings and recommendations to the governor and legislature by  
30 December 1, 2008.

31 ~~((8) \$60,000 of the general fund state appropriation for fiscal~~  
32 ~~year 2009 is provided solely for implementation of))~~ (7) Within the  
33 funds appropriated in this section, the board shall implement Engrossed  
34 House Bill No. 2641 (education performance agreements). If the bill is  
35 not enacted by June 30, 2008, the amount provided in this subsection  
36 shall lapse.

37 ~~((9))~~ (8) The higher education coordinating board, the department  
38 of licensing, and the department of health shall jointly review and

1 report to appropriate policy committees of the legislature by December  
2 1, 2008, on barriers and opportunities for increasing the extent to  
3 which veterans separating from duty are able to apply skills sets and  
4 education required while in service to certification, licensure, and  
5 degree requirements.

6 ~~((10) \$100,000 of the general fund--state appropriation for fiscal~~  
7 ~~year 2009 is provided solely for the higher education coordinating~~  
8 ~~board to))~~ (9) Within the funds appropriated in this section, the board  
9 shall convene interested parties from Snohomish, Island, and Skagit  
10 counties to consider the November 2007 site options and recommendations  
11 for a new campus of the University of Washington in Snohomish county.  
12 The three local communities shall develop a consensus recommendation on  
13 a single preferred site and present the recommendation to the higher  
14 education coordinating board. The higher education coordinating board  
15 shall then present the single preferred site recommendation to the  
16 appropriate legislative fiscal and policy committees by December 1,  
17 2008.

18 **Sec. 1504.** 2009 c 4 s 610 (uncodified) is amended to read as  
19 follows:

20 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**  
21 **PROGRAMS**

22	General Fund--State Appropriation (FY 2008) . . . . .	\$163,286,000
23	General Fund--State Appropriation (FY 2009) . . . . .	\$188,498,000
24	General Fund--Federal Appropriation . . . . .	\$13,113,000
25	Education Legacy Trust Account--State	
26	Appropriation . . . . .	<del>((108,188,000))</del>
27		<u>\$106,588,000</u>
28	TOTAL APPROPRIATION . . . . .	<del>((473,085,000))</del>
29		<u>\$471,485,000</u>

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

32 (1) \$154,760,000 of the general fund--state appropriation for  
33 fiscal year 2008, \$178,707,000 of the general fund--state appropriation  
34 for fiscal year 2009, \$49,902,000 of the education legacy trust account  
35 appropriation for fiscal year 2008, \$40,050,000 of the education legacy  
36 trust account appropriation for fiscal year 2009, and \$2,886,000 of the  
37 general fund--federal appropriation are provided solely for student

1 financial aid payments under the state need grant; the state work study  
2 program including a four percent administrative allowance; the  
3 Washington scholars program; and the Washington award for vocational  
4 excellence. All four programs shall increase grant awards sufficiently  
5 to offset the full cost of the resident undergraduate tuition increases  
6 authorized under this act.

7 (2) Within the funds appropriated in this section, eligibility for  
8 the state need grant shall be expanded to include students with family  
9 incomes at or below 70 percent of the state median family income,  
10 adjusted for family size. Awards for students with incomes between 66  
11 percent and 70 percent of the state median shall be 50 percent of the  
12 award amount granted to those with incomes below 51 percent of the  
13 median.

14 (3) To the extent that the executive director determines that the  
15 agency will not award the full amount appropriated in subsection (1) of  
16 this section for a fiscal year, unexpended funds shall be transferred  
17 to the state education trust account established under RCW 28B.92.140  
18 for purposes first of fulfilling the unfunded scholarship commitments  
19 that the board made under its federal GEAR UP Grant 1.

20 (4) \$7,400,000 of the education legacy trust account appropriation  
21 is provided solely for investment to fulfill the scholarship  
22 commitments that the state incurs in accordance with Second Substitute  
23 Senate Bill No. 5098 (the college bound scholarship). If the bill is  
24 not enacted by June 30, 2007, the amount provided in this subsection  
25 shall lapse.

26 (5) \$2,500,000 of the education legacy trust account--state  
27 appropriation is provided solely to expand the gaining early awareness  
28 and readiness for undergraduate programs project to at least 25  
29 additional school districts.

30 (6) \$1,000,000 of the education legacy trust account--state  
31 appropriation is provided solely to encourage more students to teach  
32 secondary mathematics and science. \$500,000 of this amount is provided  
33 to increase the future teacher scholarship and conditional loan program  
34 by at least 35 students per year. \$500,000 of this amount is provided  
35 to support state work study positions for students to intern in  
36 secondary math and science classrooms.

37 (7) (~~(\$2,336,000)~~) \$736,000 of the education legacy trust  
38 account--state appropriation for fiscal year 2009 is provided solely

1 for implementation of Engrossed Substitute House Bill No. 1131  
2 (passport to college). Funds are provided for student scholarships,  
3 and for incentive payments to the colleges they attend for  
4 individualized student support services which may include, but are not  
5 limited to, college and career advising, counseling, tutoring, costs  
6 incurred for students while school is not in session, personal  
7 expenses, health insurance, and emergency services. If the bill is not  
8 enacted by June 30, 2007, the amount provided in this subsection shall  
9 lapse.

10 (8) \$246,000 of the general fund--state appropriation for fiscal  
11 year 2008 and \$246,000 of the general fund--state appropriation for  
12 fiscal year 2009 are for community scholarship matching grants and its  
13 administration. To be eligible for the matching grant, nonprofit  
14 groups organized under section 501(c)(3) of the federal internal  
15 revenue code must demonstrate they have raised at least \$2,000 in new  
16 moneys for college scholarships after the effective date of this  
17 section. Groups may receive no more than one \$2,000 matching grant per  
18 year and preference shall be given to groups affiliated with  
19 scholarship America. Up to a total of \$46,000 per year of the amount  
20 appropriated in this section may be awarded to a nonprofit community  
21 organization to administer scholarship matching grants, with preference  
22 given to an organization affiliated with scholarship America.

23 (9) \$75,000 of the general fund--state appropriation for fiscal  
24 year 2008 and \$75,000 of the general fund--state appropriation for  
25 fiscal year 2009 are provided solely for higher education student child  
26 care matching grants under chapter 28B.135 RCW.

27 (10) \$500,000 of the general fund--state appropriation for fiscal  
28 year 2008 and \$500,000 of the general fund--state appropriation for  
29 fiscal year 2009 are provided solely for implementation of Engrossed  
30 Substitute House Bill No. 1179 (state need grant). State need grants  
31 provided to students enrolled in just three to five credit-bearing  
32 quarter credits, or the equivalent semester credits, shall not exceed  
33 the amounts appropriated in this subsection. By November 1 of each  
34 year, the board shall report to the office of financial management and  
35 to the operating budget committees of the house of representatives and  
36 senate on the number of eligible but unserved students enrolled in just  
37 three to five quarterly credits, or the semester equivalent, and the

1 estimated cost of serving them. If the bill is not enacted by June 30,  
2 2007, the amounts provided in this subsection shall lapse.

3 (11) \$5,000,000 of the education legacy trust account appropriation  
4 is provided solely to implement Engrossed Second Substitute House Bill  
5 No. 1779 (GET ready for math and science). If the bill is not enacted  
6 by June 30, 2007, the amount provided in this subsection shall lapse.

7 (12) \$1,250,000 of the general fund--state appropriation for fiscal  
8 year 2009 is provided solely for the health professional scholarship  
9 and loan program. The funds provided in this subsection (a) shall be  
10 prioritized for health care deliver sites demonstrating a commitment to  
11 serving the uninsured; and (b) shall be allocated between loan  
12 repayments and scholarships proportional to current program  
13 allocations.

14 **Sec. 1505.** 2009 c 4 s 613 (uncodified) is amended to read as  
15 follows:

16 **FOR THE DEPARTMENT OF EARLY LEARNING**

17	General Fund--State Appropriation (FY 2008) . . . . .	\$62,362,000
18	General Fund--State Appropriation (FY 2009) . . . . .	\$69,120,000
19	General Fund--Federal Appropriation . . . . .	<del>(\$192,192,000)</del>
20		<u>\$201,512,000</u>
21	General Fund--Private/Local Appropriation . . . . .	\$6,000
22	TOTAL APPROPRIATION . . . . .	<del>(\$323,680,000)</del>
23		<u>\$333,000,000</u>

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

26 (1) \$47,919,000 of the general fund--state appropriation for fiscal  
27 year 2008 and \$56,437,000 of the general fund--state appropriation for  
28 fiscal year 2009 are provided solely for early childhood education and  
29 assistance program services.

30 (a) Of these amounts, \$10,284,000 is a portion of the biennial  
31 amount of state matching dollars required to receive federal child care  
32 and development fund grant dollars.

33 (b) Within the amounts provided in this subsection (1), the  
34 department shall increase the number of children receiving early  
35 childhood education and assistance program services by 2,250 slots.

36 (c) Within the amounts provided in this subsection (1), the  
37 department shall increase the minimum provider per slot payment to



1 \$6,500 in fiscal year 2008. Any provider receiving slot payments  
2 higher than \$6,500 shall receive a 2.0 percent vendor rate increase in  
3 fiscal year 2008. All providers shall receive a 2.0 percent vendor  
4 rate increase in fiscal year 2009.

5 (2) \$775,000 of the general fund--state appropriation for fiscal  
6 year 2008 and \$1,825,000 of the general fund--state appropriation for  
7 fiscal year 2009 are provided solely to: (a) Develop a quality rating  
8 and improvement system; and (b) pilot the quality rating and  
9 improvement system in multiple locations. Four of the pilot sites are  
10 to be located within the following counties: Spokane, Kitsap, King, and  
11 Yakima. The department shall analyze and evaluate the pilot sites and  
12 report initial findings to the legislature by December 1, 2008. Prior  
13 to statewide implementation of the quality rating and improvement  
14 system, the department of early learning shall present the system to  
15 the legislature and the legislature shall formally approve the  
16 implementation of the system through the omnibus appropriations act or  
17 by statute or concurrent resolution.

18 (3) \$850,000 of the general fund--state appropriation for fiscal  
19 year 2008 and \$850,000 of the general fund--state appropriation for  
20 fiscal year 2009 are provided solely for the department to contract for  
21 child care referral services.

22 (4) \$1,200,000 of the general fund--state appropriation for fiscal  
23 year 2008 and \$800,000 of the general fund--state appropriation for  
24 fiscal year 2009 are provided solely to develop and provide culturally  
25 relevant supports for parents, family, and other caregivers. This  
26 includes funding for the department to conduct a random sample survey  
27 of parents to determine the types of early learning services and  
28 materials parents are interested in receiving from the state. The  
29 department shall report the findings to the appropriate policy and  
30 fiscal committees of the legislature by October 1, 2008.

31 (5) \$250,000 of the general fund--state appropriation for fiscal  
32 year 2008 and \$250,000 of the general fund--state appropriation for  
33 fiscal year 2009 are provided solely for a child care consultation  
34 pilot program linking child care providers with evidence-based and best  
35 practice resources regarding caring for infants and young children who  
36 present behavior concerns.

37 (6) \$500,000 of the general fund--state appropriation for fiscal  
38 year 2008 and (~~(\$500,000)~~) \$400,000 of the general fund--state

1 appropriation for fiscal year 2009 are provided solely to expand the  
2 child care career and wage ladder program created by chapter 507, Laws  
3 of 2005.

4 (7) \$172,000 of the general fund--state appropriation for fiscal  
5 year 2008 is provided solely for the department to purchase licensing  
6 capability from the department of social and health services through  
7 the statewide automated child welfare information system.

8 (8) \$1,100,000 of the general fund--state appropriation for fiscal  
9 year 2008 and (~~(\$1,100,000)~~) \$1,025,000 of the general fund--state  
10 appropriation for fiscal year 2009 are provided solely for a childcare  
11 grant program for public community colleges and public universities.  
12 A community college or university that employs collectively bargained  
13 staff to operate childcare programs may apply for up to \$25,000 per  
14 year from the department per each type of the following programs: Head  
15 start, childcare, early childhood assistance and education. The  
16 funding shall only be provided for salaries for collectively bargained  
17 employees.

18 (9) Beginning October 1, 2007, the department shall be the lead  
19 agency for and recipient of the federal child care and development fund  
20 grant. Amounts within this grant shall be used to fund child care  
21 licensing, quality initiatives, agency administration, and other costs  
22 associated with child care subsidies. The department shall transfer a  
23 portion of this grant to the department of social and health services  
24 to partially fund the child care subsidies paid by the department of  
25 social and health services on behalf of the department of early  
26 learning.

27 (10) Prior to the development of an early learning information  
28 system, the department shall submit to the education and fiscal  
29 committees of the legislature a completed feasibility study and a  
30 proposal approved by the department of information systems and the  
31 information services board. The department shall ensure that any  
32 proposal for the early learning information system includes the cost  
33 for modifying the system as a result of licensing rule changes and  
34 implementation of the quality rating and improvement system.

35 (11) The department, in conjunction with the early learning  
36 advisory council, shall report by June 30, 2009, to the governor and  
37 the appropriate committees of the legislature regarding the following:

1 (a) Administration of the state training and registry system,  
2 including annual expenditures, participants, and average hours of  
3 training provided per participant; and

4 (b) An evaluation of the child care resource and referral network  
5 in providing information to parents and training and technical  
6 assistance to child care providers.

7 (12) The department shall use child care development fund money to  
8 satisfy the federal audit requirement of the improper payments act  
9 (IPIA) of 2002. In accordance with the IPIA's rules, the money spent  
10 on the audits will not count against the five percent state limit on  
11 administrative expenditures.

12 (13) \$150,000 of the general fund--state appropriation for fiscal  
13 year 2009 is provided solely for the department of early learning to  
14 work with the office of the superintendent of public instruction, and  
15 collaborate with thrive by five Washington, to study and make  
16 recommendations regarding the implementation of a statewide  
17 kindergarten entry assessment. The department and the office of the  
18 superintendent of public instruction shall jointly submit a report with  
19 recommendations for implementing the kindergarten entry assessment to  
20 the governor and the appropriate committees of the legislature by  
21 December 15, 2008. In the study and development of the  
22 recommendations, the department shall:

23 (a) Consult with early learning experts, including research and  
24 educator associations, early learning and kindergarten teachers, and  
25 Washington Indian tribes;

26 (b) Identify a preferred kindergarten entry assessment based on  
27 research and examples of other assessments, and which is sensitive to  
28 cultural and socioeconomic differences influencing the development of  
29 young children;

30 (c) Recommend a plan for the use of the assessment in a pilot phase  
31 and a voluntary use phase, and recommend a time certain when school  
32 districts must offer the assessment;

33 (d) Recommend how to report the results of the assessment to  
34 parents, the office of the superintendent of public instruction, and  
35 the department of early learning in a common format, and for a  
36 methodology for conducting the assessments;

37 (e) Analyze how the assessment could be used to improve instruction

1 for individual students entering kindergarten and identify whether and  
2 how the assessment results could be used to improve the early learning  
3 and K-12 systems, including the transition between the systems;

4 (f) Identify the costs of the assessment, including the time  
5 required to administer the assessment; and

6 (g) Recommend how to ensure that the assessment shall not be used  
7 to screen or otherwise preclude children from entering kindergarten if  
8 they are otherwise eligible.

9 (14) \$120,000 of the general fund--state appropriation for fiscal  
10 year 2009 is provided solely for encouraging private match investment  
11 for innovative, existing local early learning coalitions to achieve one  
12 or more of the following:

13 (a) Increase communities' abilities to implement their business  
14 plans for comprehensive local and regional early learning systems;

15 (b) Involve parents in their children's education;

16 (c) Enhance coordination between the early childhood and K-12  
17 system; or

18 (d) Improve training and support for raising the level of child  
19 care givers' professional skills to ensure that children are healthy  
20 and ready to succeed in school and life.

21 **Sec. 1506.** 2009 c 4 s 614 (uncodified) is amended to read as  
22 follows:

23 **FOR THE STATE SCHOOL FOR THE BLIND**

24	General Fund--State Appropriation (FY 2008) . . . . .	\$5,969,000
25	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$6,069,000)</del>
26		<u>\$6,135,000</u>
27	General Fund--Private/Local Appropriation . . . . .	\$1,561,000
28	TOTAL APPROPRIATION . . . . .	<del>(\$13,599,000)</del>
29		<u>\$13,665,000</u>

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

32 (1) \$10,000 of the general fund--state appropriation for fiscal  
33 year 2008 and \$40,000 of the general fund--state appropriation for  
34 fiscal year 2009 are provided solely to defend the state's interpretive  
35 position in the case of *Delyria & Koch v. Washington State School for*  
36 *the Blind*.

1 (2) \$5,000 of the general fund--state appropriation for fiscal year  
2 2009 is provided solely for increasing salaries for certificated  
3 instructional staff by an average of one-half of one percent effective  
4 July 1, 2008.

5 **Sec. 1507.** 2009 c 4 s 615 (uncodified) is amended to read as  
6 follows:

7 **FOR THE STATE SCHOOL FOR THE DEAF**

8	General Fund--State Appropriation (FY 2008) . . . . .	\$8,858,000
9	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$8,764,000)</del>
10		<u>\$8,792,000</u>
11	General Fund--Private/Local Appropriation . . . . .	\$316,000
12	TOTAL APPROPRIATION . . . . .	<del>(\$17,938,000)</del>
13		<u>\$17,966,000</u>

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

16 (1) \$84,000 of the general fund--private/local appropriation for  
17 fiscal year 2009 is provided solely for the operation of the shared  
18 reading video outreach program. The school for the deaf shall provide  
19 this service to the extent it is funded by contracts with school  
20 districts and educational service districts.

21 (2) \$9,000 of the general fund--state appropriation for fiscal year  
22 2009 is provided solely for increasing salaries for certificated  
23 instructional staff by an average of one-half of one percent effective  
24 July 1, 2008.

25 **Sec. 1508.** 2009 c 4 s 616 (uncodified) is amended to read as  
26 follows:

27 **FOR THE WASHINGTON STATE ARTS COMMISSION**

28	General Fund--State Appropriation (FY 2008) . . . . .	\$2,548,000
29	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$2,454,000)</del>
30		<u>\$2,434,000</u>
31	General Fund--Federal Appropriation . . . . .	<del>(\$1,382,000)</del>
32		<u>\$1,518,000</u>
33	General Fund--Private/Local Appropriation . . . . .	\$154,000

1 TOTAL APPROPRIATION . . . . . (~~\$6,538,000~~)  
2 \$6,654,000

(End of part)

PART XVI

SPECIAL APPROPRIATIONS

Sec. 1601. 2008 c 329 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2008), General Fund--State Appropriation (FY 2009), State Building Construction Account--State Appropriation, Columbia River Basin Water Supply Development Account--State Appropriation, Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation, State Taxable Building Construction Account--State Appropriation, Gardner-Evans Higher Education Construction Account--State Appropriation, Debt-Limit Reimbursable Bond Retire Account--State Appropriation, and TOTAL APPROPRIATION.

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 2008 shall be expended into the debt-limit general fund bond retirement account by June 30, 2008.

Sec. 1602. 2008 c 329 s 702 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING

1 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**  
2 **BE REIMBURSED BY ENTERPRISE ACTIVITIES**  
3 State Convention and Trade Center Account--State  
4 Appropriation . . . . . \$22,535,000  
5 Accident Account--State Appropriation . . . . . (~~(\$5,135,000)~~)  
6 \$5,136,000  
7 Medical Aid Account--State Appropriation . . . . . (~~(\$5,135,000)~~)  
8 \$5,136,000  
9 TOTAL APPROPRIATION . . . . . (~~(\$32,805,000)~~)  
10 \$32,807,000

11 **Sec. 1603.** 2008 c 329 s 703 (uncodified) is amended to read as  
12 follows:

13 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**  
14 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**  
15 **BE REIMBURSED AS PRESCRIBED BY STATUTE**

16 General Fund--State Appropriation (FY 2008) . . . . . \$26,848,000  
17 General Fund--State Appropriation (FY 2009) . . . . . (~~(\$27,728,000)~~)  
18 \$27,729,000  
19 School Construction and Skills Centers Building  
20 Account--State Appropriation . . . . . \$50,000  
21 Nondebt-Limit Reimbursable Bond Retirement  
22 Account--State Appropriation . . . . . (~~(\$135,967,000)~~)  
23 \$136,147,000  
24 TOTAL APPROPRIATION . . . . . (~~(\$190,543,000)~~)  
25 \$190,774,000

26 The appropriations in this section are subject to the following  
27 conditions and limitations: The general fund appropriation is for  
28 expenditure into the nondebt-limit general fund bond retirement  
29 account. The entire general fund--state appropriation for fiscal year  
30 2008 shall be expended into the nondebt-limit general fund bond  
31 retirement account by June 30, 2008.

32 **Sec. 1604.** 2008 c 329 s 704 (uncodified) is amended to read as  
33 follows:

34 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**





1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations are provided solely for  
3 expenditure into the disaster response account for the purposes  
4 specified in section 705 of this act.

5 **Sec. 1607.** 2008 c 329 s 707 (uncodified) is amended to read as  
6 follows:

7 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may  
8 be necessary, are appropriated from the general fund, unless otherwise  
9 indicated, for relief of various individuals, firms, and corporations  
10 for sundry claims. These appropriations are to be disbursed on  
11 vouchers approved by the director of financial management, except as  
12 otherwise provided, as follows:

13 (1) Reimbursement of criminal defendants acquitted on the basis of  
14 self-defense, pursuant to RCW 9A.16.110:

- 15 (a) George E. Linkenhoker, claim number SCJ 2008-01 . . . . \$24,628
- 16 (b) Charles A. Gardner, claim number SCJ 2008-02 . . . . . \$ 2,715
- 17 (c) Judd Hurst, claim number SCJ 2008-03 . . . . . \$ 2,000
- 18 (d) Thomas J. Nelson, claim number SCJ 2008-04 . . . . . \$ 5,000
- 19 (e) William R. Sauters, Jr., claim number  
20 SCJ 2008-05 . . . . . \$11,408
- 21 (f) Michael E. Greene, claim number SCJ 2008-06 . . . . . \$ 1,500
- 22 (g) Jeffery A. Cobb, claim number SCJ 2008-08 . . . . . \$ 7,600
- 23 (h) Robert R. Park, claim number SCJ 2008-09 . . . . . \$26,385
- 24 (i) Donald Willett, claim number SCJ 2008-11 . . . . . \$6,600
- 25 (j) Antonio Perez, claim number SCJ 2009-01 . . . . . \$7,179
- 26 (k) James D. Romans, claim number SCJ 2009-02 . . . . . \$4,481
- 27 (l) Michael V. Shong, claim number SCJ 2009-03 . . . . . \$15,118
- 28 (m) Gerald A. Tinkess, claim number SCJ 2009-04 . . . . . \$68,865
- 29 (n) Linh D. Hguyen, claim number SCJ 2009-05 . . . . . \$4,000
- 30 (o) Rafael R. Robinson, claim number SCJ 2009-06 . . . . . \$7,200
- 31 (p) Anthony J. Magnesi, claim number SCJ 2009-07 . . . . . \$74,888
- 32 (q) Jerry Startzell, claim number 99970000 . . . . . \$12,975

33 (2) Payment from the state wildlife account for damage to crops by  
34 wildlife pursuant to RCW 77.36.050:

- 35 (a) David Guenther, claim number 99970001 . . . . . \$3,660
- 36 (b) Wilbur Eaton, claim number 99970002 . . . . . \$3,069
- 37 (c) Eaton Brothers, claim number 99970003 . . . . . \$2,809

1        (d) Travis Eaton, claim number 99970004 . . . . . \$1,532

2        **Sec. 1608.** 2007 c 522 s 712 (uncodified) is amended to read as  
3 follows:

4        **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--CONTRIBUTIONS TO**  
5 **RETIREMENT SYSTEMS.** The appropriations in this section are subject to  
6 the following conditions and limitations: The appropriations for the  
7 law enforcement officers' and firefighters' retirement system shall be  
8 made on a monthly basis beginning July 1, 2007, consistent with chapter  
9 41.45 RCW, and the appropriations for the judges and judicial  
10 retirement systems shall be made on a quarterly basis consistent with  
11 chapters 2.10 and 2.12 RCW.

12        (1) There is appropriated for state contributions to the law  
13 enforcement officers' and fire fighters' retirement system:

14	General Fund--State Appropriation (FY 2008) . . . . .	\$46,200,000
15	General Fund--State Appropriation (FY 2009) . . . . .	<del>(\$50,400,000)</del>
16		<u>\$51,122,000</u>
17	TOTAL APPROPRIATION . . . . .	<del>(\$96,600,000)</del>
18		<u>\$97,322,000</u>

19        (2) There is appropriated for contributions to the judicial  
20 retirement system:

21	General Fund--State Appropriation (FY 2008) . . . . .	\$9,600,000
22	General Fund--State Appropriation (FY 2009) . . . . .	\$10,200,000
23	TOTAL APPROPRIATION . . . . .	\$19,800,000

24        **Sec. 1609.** 2008 c 329 s 714 (uncodified) is amended to read as  
25 follows:

26 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--HEALTH CARE AUTHORITY**  
27 **ADMINISTRATIVE ACCOUNT**

28	General Fund--State Appropriation (FY 2008) . . . . .	\$2,618,000
29	General Fund--State Appropriation (FY 2009) . . . . .	\$1,993,000
30	Public Safety and Education Account--State	
31	Appropriation (FY 2008) . . . . .	\$13,000
32	Public Safety and Education Account--State	
33	Appropriation (FY 2009) . . . . .	\$13,000
34	Water Quality Account--State Appropriation (FY 2008) . . . . .	\$4,000
35	Water Quality Account--State Appropriation (FY 2009) . . . . .	\$4,000
36	Violence Reduction and Drug Enforcement Account--State	

1	Appropriation (FY 2008) . . . . .	\$1,000
2	Violence Reduction and Drug Enforcement Account--State	
3	Appropriation (FY 2009) . . . . .	\$1,000
4	Health Services Account--State Appropriation (FY 2008) . . . . .	\$7,000
5	Health Services Account--State Appropriation (FY 2009) . . . . .	\$7,000
6	<del>((Dedicated Funds and Accounts Appropriation . . . . .</del>	<del>\$640,000))</del>
7	TOTAL APPROPRIATION . . . . .	<del>((</del> \$5,301,000) <del>)</del>
8		<u>\$4,661,000</u>

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

11 (1) The appropriations are provided solely for expenditure into the  
12 health care authority administrative account.

13 (2) To facilitate the transfer of moneys from dedicated funds and  
14 accounts, the office of financial management shall transfer or direct  
15 the transfer of sufficient moneys from each dedicated fund or account,  
16 including local funds of state agencies and institutions of higher  
17 education, to the health care authority administrative account in  
18 accordance with LEAP document number C04-2008, dated March 10, 2008.  
19 Agencies and institutions of higher education with local funds will  
20 deposit sufficient money to the health care authority administrative  
21 account.

22 NEW SECTION. **Sec. 1610.** A new section is added to 2007 c 522  
23 (uncodified) to read as follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--CAPITOL BUILDING CONSTRUCTION**  
25 **ACCOUNT**

26	General Fund--State Appropriation (FY 2009) . . . . .	\$5,512,000
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27 The appropriation in this section is subject to the following  
28 conditions and limitations: The appropriation is provided solely for  
29 expenditure into the capitol building construction account.

30 NEW SECTION. **Sec. 1611.** A new section is added to 2007 c 522  
31 (uncodified) to read as follows:

32 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--HELP AMERICA VOTE ACT**

33	General Fund--State Appropriation (FY 2009) . . . . .	\$228,000
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34 The appropriation in this section is subject to the following

1 conditions and limitations: The appropriation is provided solely for  
2 expenditure into the election account.

3 NEW SECTION. **Sec. 1612.** A new section is added to 2007 c 522  
4 (uncodified) to read as follows:

5 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--CLARKE-MCNARY ACCOUNT**  
6 General Fund--State Appropriation (FY 2009) . . . . . \$1,353,000

7 The appropriation in this section is subject to the following  
8 conditions and limitations: The appropriation is provided solely for  
9 expenditure into the Clarke-McNary account.

10 NEW SECTION. **Sec. 1613.** A new section is added to 2007 c 522  
11 (uncodified) to read as follows:

12 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**  
13 **COSTS**  
14 General Fund--State Appropriation (FY 2009) . . . . . \$500,000

15 The appropriation in this section is subject to the following  
16 conditions and limitations: The director of financial management shall  
17 distribute funds to Franklin county (\$87,000), Skagit county (\$13,000),  
18 Yakima county (\$15,000), Spokane county (\$99,000), and King county  
19 (\$286,000) for extraordinary criminal justice costs.

20 NEW SECTION. **Sec. 1614. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
21 **OIL SPILL PREVENTION ACCOUNT**

22 General Fund--State Appropriation (FY 2009) . . . . . \$6,500,000

23 The appropriation in this section is subject to the following  
24 conditions and limitations: The appropriation is provided solely for  
25 expenditure into the oil spill prevention account.

(End of part)

PART XVII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1701. 2009 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 . . . . . ((~~\$7,654,000~~)) \$7,499,000

General Fund Appropriation for public utility district excise tax distributions . . . . . ((~~\$47,557,000~~)) \$46,459,000

General Fund Appropriation for prosecuting attorney distributions. Of this amount, \$903,000 is provided solely for the implementation of Substitute Senate Bill No. 6297 (prosecuting attorney salaries). If the bill is not enacted by June 30, 2008, the amount provided shall lapse. . . . . ((~~\$4,902,000~~)) \$4,829,000

General Fund Appropriation for boating safety and education distributions . . . . . ((~~\$4,400,000~~)) \$4,491,000

General Fund Appropriation for other tax distributions . . . . . \$48,000

General Fund Appropriation for habitat conservation program distributions . . . . . ((~~\$1,245,000~~)) \$2,296,000

Columbia River Water Delivery Account Appropriation for the Confederated Tribes of the Colville Reservation. This amount is provided solely for implementation of Engrossed Substitute Senate Bill No. 6874 (Columbia River water delivery). If the bill is not enacted by June 30, 2008, this amount

1 shall lapse. . . . . \$3,775,000  
2 Columbia River Water Delivery Account  
3 Appropriation for the Spokane Tribe  
4 of Indians. This amount is provided  
5 solely for implementation of Engrossed  
6 Substitute Senate Bill No. 6874 (Columbia  
7 River water delivery). If the bill is  
8 not enacted by June 30, 2008, this amount  
9 shall lapse. . . . . \$2,250,000  
10 Death Investigations Account Appropriation for  
11 distribution to counties for publicly  
12 funded autopsies . . . . . ((~~\$2,192,000~~))  
13 \$2,352,000  
14 Aquatic Lands Enhancement Account Appropriation  
15 for harbor improvement revenue distribution . . . . . \$148,000  
16 Timber Tax Distribution Account Appropriation  
17 for distribution to "timber" counties . . . . . ((~~\$77,753,000~~))  
18 \$65,089,000  
19 County Criminal Justice Assistance Appropriation . . . . . ((~~\$62,127,000~~))  
20 \$62,778,000  
21 Municipal Criminal Justice Assistance  
22 Appropriation . . . . . ((~~\$24,636,000~~))  
23 \$24,375,000  
24 Liquor Excise Tax Account Appropriation for  
25 liquor excise tax distribution . . . . . ((~~\$49,397,000~~))  
26 \$55,244,000  
27 Liquor Revolving Account Appropriation for liquor  
28 profits distribution . . . . . ((~~\$82,148,000~~))  
29 \$69,817,000  
30 City-County Assistance Account Appropriation for local  
31 government financial assistance distribution;  
32 PROVIDED: That the legislature, in making this  
33 appropriation for distribution under the formula  
34 prescribed in RCW 43.08.290 for the 2007-09  
35 biennium, ratifies and approves the prior  
36 distributions, as certified by the department  
37 of revenue to the state treasurer, made for the  
38 2005-07 biennium from the appropriation in

1 section 801, chapter 372, Laws of 2006 as amended  
 2 by section 1701, chapter 522, Laws of 2007 . . . . (~~(\$29,865,000)~~)  
 3 \$20,985,000  
 4 Streamline Sales and Use Tax Account Appropriation  
 5 for distribution to local taxing jurisdictions  
 6 to mitigate the unintended revenue redistribution  
 7 effect of the sourcing law changes . . . . . \$22,980,000  
 8 TOTAL APPROPRIATION . . . . . (~~(\$423,077,000)~~)  
 9 \$395,415,000

10 The total expenditures from the state treasury under the  
 11 appropriations in this section shall not exceed the funds available  
 12 under statutory distributions for the stated purposes.

13 **Sec. 1702.** 2009 c 4 s 802 (uncodified) is amended to read as  
 14 follows:

15 **FOR THE STATE TREASURER--TRANSFERS.**

16 State Treasurer's Service Account: For  
 17 transfer to the state general fund,  
 18 \$10,000,000 for fiscal year 2008 and  
 19 \$31,000,000 for fiscal year  
 20 2009 . . . . . \$41,000,000  
 21 Education Legacy Trust Account: For transfer to  
 22 the state general fund for fiscal year 2009 . . . . . \$67,000,000  
 23 Pension Funding Stabilization Account: For  
 24 transfer to the state general fund for  
 25 fiscal year 2009 . . . . . \$10,000,000  
 26 Economic Development Strategic Reserve Account:  
 27 For transfer to the state general fund for  
 28 fiscal year 2009 . . . . . \$4,000,000  
 29 State Convention and Trade Center Operations Account:  
 30 For transfer to the state general fund on June 30,  
 31 2009 . . . . . \$5,000,000  
 32 State Convention and Trade Center Capital Account:  
 33 For transfer to the state general fund on  
 34 June 30, 2009 . . . . . \$52,000,000  
 35 After the transfers in this section are made from  
 36 the state convention and trade center operations  
 37 and capital accounts, these accounts will



1 have sufficient funds for: (1) A ten million  
2 dollar requirement for the retrofit of the museum  
3 of history and industry; (2) the requirements of  
4 RCW 67.40.040(5) and 67.40.040(6); and (3) a  
5 sufficient capital reserve. After the transfer  
6 is made, the capital reserve may be applicable for  
7 payment of debt service or operating shortfalls.

8 Department of Retirement Systems Expense Account:  
9 For transfer to the state general fund for  
10 fiscal year 2009 . . . . . \$11,200,000

11 General Fund: For transfer to the water quality  
12 account, \$12,200,000 for fiscal year 2008  
13 and ((~~\$12,201,000~~)) \$7,851,000 for fiscal  
14 year 2009 . . . . . ((~~\$24,401,000~~))  
15 \$20,051,000

16 Education Legacy Trust Account: For transfer  
17 to the student achievement account for  
18 fiscal year 2009 . . . . . \$90,800,000

19 Drinking Water Assistance Account: For transfer  
20 to the drinking water assistance repayment  
21 account, an amount not to exceed . . . . . ((~~\$25,000,000~~))  
22 \$24,000,000

23 Public Works Assistance Account: For transfer  
24 to the drinking water assistance account,  
25 \$7,200,000 for fiscal year 2008 and  
26 \$3,600,000 for fiscal year 2009 . . . . . \$10,800,000

27 Public Works Assistance Account: For transfer  
28 to the job development account, \$25,000,000  
29 for fiscal year 2008 and \$25,000,000 for  
30 fiscal year 2009 . . . . . \$50,000,000

31 Local Toxics Control Account: For transfer to the  
32 state general fund for fiscal year 2009 . . . . . \$75,000,000

33 State Toxics Control Account: For transfer to  
34 the oil spill prevention account for  
35 fiscal year 2009 . . . . . \$2,400,000

36 State Toxics Control Account: For transfer to the  
37 state general fund for fiscal year 2009 . . . . . \$2,000,000

38 Natural Resources Equipment Account: For transfer



1 actual balance of the reading achievement account.  
 2 This transfer is intended to liquidate the reading  
 3 achievement account . . . . . \$1,691,000  
 4 Family Leave Insurance Account: For transfer to  
 5 the state general fund, an amount not to exceed  
 6 the actual balance of the family leave insurance  
 7 account on the effective date of this section. . . . . \$4,458,000  
 8 Streamline Sales Tax Account: For transfer to the  
 9 state general fund on June 30, 2009, an amount not  
 10 to exceed the actual balance of the streamline sales  
 11 tax account. . . . . \$8,620,000  
 12 Savings Incentive Account: For transfer to the state  
 13 general fund for fiscal year 2009 . . . . . \$9,204,000  
 14 Education Savings Account: For transfer to the state  
 15 general fund for fiscal year 2009 . . . . . \$51,088,000  
 16 Pension Funding Stabilization Account: For transfer  
 17 to the state general fund for fiscal year 2009 . . . . . \$2,400,000  
 18 Budget Stabilization Account: For transfer to  
 19 the state general fund for fiscal year 2009 . . . . . \$400,000,000  
 20 Employment Training Finance Account: For transfer to the  
 21 state general fund for fiscal year 2009. After the  
 22 transfer in this section is made, the employment  
 23 training finance account shall have a balance of  
 24 \$175,000 to continue customized training program  
 25 activities . . . . . \$3,000,000  
 26 College Faculty Awards Trust Fund: For transfer to the  
 27 state general fund for fiscal year 2009, an amount  
 28 not to exceed the actual balance of the college  
 29 faculty awards trust fund. This transfer is intended  
 30 to liquidate the college faculty awards trust  
 31 fund . . . . . \$4,900,000  
 32 Washington Distinguished Professorship Trust Account:  
 33 For transfer to the state general fund for fiscal  
 34 year 2009, an amount not to exceed the actual  
 35 balance of the Washington distinguished professorship  
 36 trust account. This transfer is intended to  
 37 liquidate the Washington distinguished professorship  
 38 trust account . . . . . \$5,000,000

1 Washington Graduate Fellowship Trust Account: For  
2 transfer to the state general fund for fiscal year  
3 2009, an amount not to exceed the actual balance of  
4 the Washington graduate fellowship trust account. This  
5 transfer is intended to liquidate the Washington  
6 graduate fellowship trust account . . . . . \$1,400,000

7 Get Ready for Math and Science Scholarship Account: For  
8 transfer to the state general fund for fiscal year  
9 2009 . . . . . \$1,900,000

10 Judicial Information System Account: For transfer  
11 to the state general fund for fiscal year 2009 . . . . . \$5,000,000

12 Student Achievement Fund: For transfer to the state  
13 general fund for fiscal year 2009 . . . . . \$218,000,000

14 Student Achievement Fund: For transfer to the  
15 education legacy trust account . . . . . \$91,000,000

16 **Sec. 1703.** 2007 c 522 s 804 (uncodified) is amended to read as  
17 follows:

18 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**

19 General Fund Appropriation for federal  
20 grazing fees distribution . . . . . ((~~\$2,950,000~~))  
21 \$3,145,000

22 General Fund Appropriation for federal flood  
23 control funds distribution . . . . . ((~~\$74,000~~))  
24 \$69,000

25 Forest Reserve Fund Appropriation for federal  
26 forest reserve fund distribution . . . . . ((~~\$84,500,000~~))  
27 \$85,201,000

28 TOTAL APPROPRIATION . . . . . ((~~\$87,524,000~~))  
29 \$88,415,000

30 The total expenditures from the state treasury under the  
31 appropriations in this section shall not exceed the funds available  
32 under statutory distributions for the stated purposes.

33 **Sec. 1704.** 2007 c 522 s 802 (uncodified) is amended to read as  
34 follows:

35 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**

1 **ACCOUNT**

2 Impaired Driving Safety Account Appropriation . . . . . (~~(\$2,174,000)~~)  
3 \$3,050,000

4 The appropriation in this section is subject to the following  
5 conditions and limitations: The amount appropriated in this section  
6 shall be distributed quarterly during the 2007-09 biennium in  
7 accordance with RCW 82.14.310. This funding is provided to counties  
8 for the costs of implementing criminal justice legislation including,  
9 but not limited to: Chapter 206, Laws of 1998 (drunk driving  
10 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,  
11 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
12 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
13 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
14 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
15 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
16 215, Laws of 1998 (DUI provisions).

17 **Sec. 1705.** 2007 c 522 s 803 (uncodified) is amended to read as  
18 follows:

19 **FOR THE STATE TREASURER--FOR THE MUNICIPAL CRIMINAL JUSTICE ASSISTANCE**  
20 **ACCOUNT**

21 Impaired Driving Safety Account Appropriation . . . . . (~~(\$1,449,000)~~)  
22 \$2,033,000

23 The appropriation in this section is subject to the following  
24 conditions and limitations: The amount appropriated in this section  
25 shall be distributed quarterly during the 2007-09 biennium to all  
26 cities ratably based on population as last determined by the office of  
27 financial management. The distributions to any city that substantially  
28 decriminalizes or repeals its criminal code after July 1, 1990, and  
29 that does not reimburse the county for costs associated with criminal  
30 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in  
31 which the city is located. This funding is provided to cities for the  
32 costs of implementing criminal justice legislation including, but not  
33 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);  
34 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998  
35 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license  
36 suspension); chapter 210, Laws of 1998 (ignition interlock violations);  
37 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998

1 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels  
2 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,  
3 Laws of 1998 (DUI provisions).

(End of part)

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**PART XVIII**  
**MISCELLANEOUS**

NEW SECTION. **Sec. 1801.** A new section is added to 2007 c 522 (uncodified) to read as follows:

**COLLECTIVE BARGAINING AGREEMENTS NOT IMPAIRED.** Nothing in this act or chapter 5 (ESSB 5460), Laws of 2009 prohibits the expenditure of any funds by an agency or institution of the state for benefits guaranteed by any collective bargaining agreement in effect on the effective date of chapter 5, Laws of 2009 (February 18, 2009).

**Sec. 1802.** RCW 2.68.020 and 2005 c 282 s 11 are each amended to read as follows:

There is created an account in the custody of the state treasurer to be known as the judicial information system account. The administrative office of the courts shall maintain and administer the account, in which shall be deposited all moneys received from in-state noncourt users and any out-of-state users of the judicial information system and moneys as specified in RCW 2.68.040 for the purposes of providing judicial information system access to noncourt users and providing an adequate level of automated services to the judiciary. The legislature shall appropriate the funds in the account for the purposes of the judicial information system. The account shall be used for the acquisition of equipment, software, supplies, services, and other costs incidental to the acquisition, development, operation, and administration of information services, telecommunications, systems, software, supplies, and equipment, including the payment of principal and interest on items paid in installments. During the 2007-2009 fiscal biennium, the legislature may transfer from the judicial information system account to the state general fund such amounts as reflect the excess fund balance of the account.

**Sec. 1803.** RCW 28B.50.837 and 2003 c 129 s 2 are each amended to read as follows:

(1) The Washington community and technical college exceptional

1 faculty awards program is established. The program shall be  
2 administered by the college board. The college faculty awards trust  
3 fund hereby created shall be administered by the state treasurer.

4 (2) Funds appropriated by the legislature for the community and  
5 technical college exceptional faculty awards program shall be deposited  
6 in the college faculty awards trust fund. At the request of the  
7 college board, the treasurer shall release the state matching funds to  
8 the local endowment fund of the college or its foundation. No  
9 appropriation is necessary for the expenditure of moneys from the fund.  
10 Expenditures from the fund may be used solely for the exceptional  
11 faculty awards program. During the 2007-2009 fiscal biennium, the  
12 legislature may transfer from the college faculty awards trust fund to  
13 the state general fund such amounts as reflect the excess fund balance  
14 in the account.

15 **Sec. 1804.** RCW 28B.67.030 and 2006 c 112 s 8 are each amended to  
16 read as follows:

17 (1) All payments received from a participant in the Washington  
18 customized employment training program created in RCW 28B.67.020 shall  
19 be deposited into the employment training finance account, which is  
20 hereby created in the custody of the state treasurer. Only the state  
21 board for community and technical colleges may authorize expenditures  
22 from the account and no appropriation is required for expenditures.  
23 The money in the account must be used solely for training allowances  
24 under the Washington customized employment training program created in  
25 RCW 28B.67.020. The deposit of payments under this section from a  
26 participant shall cease when the board specifies that the participant  
27 has met the monetary obligations of the program. During the 2007-2009  
28 fiscal biennium, the legislature may transfer from the employment  
29 training finance account to the state general fund such amounts as  
30 reflect the excess fund balance in the account.

31 (2) All revenue solicited and received under the provisions of RCW  
32 28B.67.020(4) shall be deposited into the employment training finance  
33 account to provide training allowances.

34 (3) The definitions in RCW 28B.67.010 apply to this section.

35 (4) This section expires July 1, 2012.



1       **Sec. 1805.** RCW 28B.76.565 and 2004 c 275 s 20 are each amended to  
2 read as follows:

3       Funds appropriated by the legislature for the distinguished  
4 professorship program shall be deposited in the distinguished  
5 professorship trust fund. At the request of the higher education  
6 coordinating board under RCW 28B.76.575, the treasurer shall release  
7 the state matching funds to the designated institution's local  
8 endowment fund. No appropriation is required for expenditures from the  
9 fund. During the 2007-2009 fiscal biennium, the legislature may  
10 transfer from the distinguished professorship trust fund to the state  
11 general fund such amounts as reflect the excess fund balance in the  
12 account.

13       **Sec. 1806.** RCW 28B.76.610 and 2004 c 275 s 22 are each amended to  
14 read as follows:

15       Funds appropriated by the legislature for the graduate fellowship  
16 program shall be deposited in the graduate fellowship trust fund. At  
17 the request of the higher education coordinating board under RCW  
18 28B.76.620, the treasurer shall release the state matching funds to the  
19 designated institution's local endowment fund. No appropriation is  
20 required for expenditures from the fund. During the 2007-2009 fiscal  
21 biennium, the legislature may transfer from the graduate fellowship  
22 trust fund to the state general fund such amounts as reflect the excess  
23 fund balance in the account.

24       **Sec. 1807.** RCW 28B.105.110 and 2008 c 329 s 908 are each amended  
25 to read as follows:

26       (1) The GET ready for math and science scholarship account is  
27 created in the custody of the state treasurer.

28       (2) The board shall deposit into the account all money received for  
29 the GET ready for math and science scholarship program from  
30 appropriations and private sources. The account shall be  
31 self-sustaining.

32       (3) Expenditures from the account shall be used for scholarships to  
33 eligible students and for purchases of GET units. Purchased GET units  
34 shall be owned and held in trust by the board. Expenditures from the  
35 account shall be an equal match of state appropriations and private  
36 funds raised by the program administrator. During the 2007-09 fiscal

1 biennium, expenditures from the account not to exceed five percent may  
2 be used by the program administrator to carry out the provisions of RCW  
3 28B.105.090.

4 (4) With the exception of the operating costs associated with the  
5 management of the account by the treasurer's office as authorized in  
6 chapter 43.79A RCW, the account shall be credited with all investment  
7 income earned by the account.

8 (5) Disbursements from the account are exempt from appropriations  
9 and the allotment provisions of chapter 43.88 RCW.

10 (6) Disbursements from the account shall be made only on the  
11 authorization of the board.

12 (7) During the 2007-2009 fiscal biennium, the legislature may  
13 transfer state appropriations to the GET ready for math and science  
14 scholarship account that have not been matched by private contributions  
15 to the state general fund.

16 **Sec. 1808.** RCW 41.45.230 and 2008 c 329 s 910 are each amended to  
17 read as follows:

18 The pension funding stabilization account is created in the state  
19 treasury. Moneys in the account may be spent only after appropriation.  
20 Expenditures from the account may be used only for payment of state  
21 government employer contributions for members of the public employees'  
22 retirement system, the teachers' retirement system, the school  
23 employees' retirement system, and the public safety employees'  
24 retirement system. During the 2007-09 fiscal biennium, expenditures  
25 from the account may also be used for payment of the retirement and  
26 annuity plans for higher education employees and for transfer into the  
27 general fund. The account may not be used to pay for any new benefit  
28 or for any benefit increase that takes effect after July 1, 2005. An  
29 increase that is provided in accordance with a formula that is in  
30 existence on July 1, 2005, is not considered a benefit increase for  
31 this purpose. Moneys in the account shall be for the exclusive use of  
32 the specified retirement systems and invested by the state investment  
33 board pursuant to RCW 43.33A.030 and 43.33A.170. For purposes of RCW  
34 43.135.035, expenditures from the pension funding stabilization account  
35 shall not be considered a state program cost shift from the state  
36 general fund to another account. During the 2007-2009 fiscal biennium,

1 the legislature may transfer from the pension funding stabilization  
2 account to the state general fund such amounts as reflect the excess  
3 fund balance of the account.

4 **Sec. 1809.** RCW 43.30.305 and 2005 c 518 s 928 are each amended to  
5 read as follows:

6 A revolving fund in the custody of the state treasurer, to be known  
7 as the natural resources equipment fund, is hereby created to be  
8 expended by the department without appropriation solely for the  
9 purchase of equipment, machinery, and supplies for the use of the  
10 department and for the payment of the costs of repair and maintenance  
11 of such equipment, machinery, and supplies. During the ((2005-2007))  
12 2007-2009 fiscal biennium the legislature may transfer such amounts as  
13 represent the excess balance of the fund to the state general fund.

14 **Sec. 1810.** RCW 71.24.310 and 2006 c 333 s 107 are each amended to  
15 read as follows:

16 The legislature finds that administration of chapter 71.05 RCW and  
17 this chapter can be most efficiently and effectively implemented as  
18 part of the regional support network defined in RCW 71.24.025. For  
19 this reason, the legislature intends that the department and the  
20 regional support networks shall work together to implement chapter  
21 71.05 RCW as follows:

22 (1) By June 1, 2006, regional support networks shall recommend to  
23 the department the number of state hospital beds that should be  
24 allocated for use by each regional support network. The statewide  
25 total allocation shall not exceed the number of state hospital beds  
26 offering long-term inpatient care, as defined in this chapter, for  
27 which funding is provided in the biennial appropriations act.

28 (2) If there is consensus among the regional support networks  
29 regarding the number of state hospital beds that should be allocated  
30 for use by each regional support network, the department shall contract  
31 with each regional support network accordingly.

32 (3) If there is not consensus among the regional support networks  
33 regarding the number of beds that should be allocated for use by each  
34 regional support network, the department shall establish by emergency  
35 rule the number of state hospital beds that are available for use by  
36 each regional support network. The emergency rule shall be effective

1 September 1, 2006. The primary factor used in the allocation shall be  
2 the estimated number of (~~acutely and chronically mentally ill~~) adults  
3 with acute and chronic mental illness in each regional support network  
4 area, based upon population-adjusted incidence and utilization.

5 (4) The allocation formula shall be updated at least every three  
6 years to reflect demographic changes, and new evidence regarding the  
7 incidence of acute and chronic mental illness and the need for long-  
8 term inpatient care. In the updates, the statewide total allocation  
9 shall include (a) all state hospital beds offering long-term inpatient  
10 care for which funding is provided in the biennial appropriations act;  
11 plus (b) the estimated equivalent number of beds or comparable  
12 diversion services contracted in accordance with subsection (5) of this  
13 section.

14 (5) The department is encouraged to enter performance-based  
15 contracts with regional support networks to provide some or all of the  
16 regional support network's allocated long-term inpatient treatment  
17 capacity in the community, rather than in the state hospital. The  
18 performance contracts shall specify the number of patient days of care  
19 available for use by the regional support network in the state  
20 hospital.

21 (6) If a regional support network uses more state hospital patient  
22 days of care than it has been allocated under subsection (3) or (4) of  
23 this section, or than it has contracted to use under subsection (5) of  
24 this section, whichever is less, it shall reimburse the department for  
25 that care. The reimbursement rate per day shall be the hospital's  
26 total annual budget for long-term inpatient care, divided by the total  
27 patient days of care assumed in development of that budget.

28 (7) One-half of any reimbursements received pursuant to subsection  
29 (6) of this section shall be used to support the cost of operating the  
30 state hospital and, during the 2007-2009 fiscal biennium, implementing  
31 new services that will enable a regional support network to reduce its  
32 utilization of the state hospital. The department shall distribute the  
33 remaining half of such reimbursements among regional support networks  
34 that have used less than their allocated or contracted patient days of  
35 care at that hospital, proportional to the number of patient days of  
36 care not used.

1        NEW SECTION.    **Sec. 1811.**    If any provision of this act or its  
2 application to any person or circumstance is held invalid, the  
3 remainder of the act or the application of the provision to other  
4 persons or circumstances is not affected.

5        NEW SECTION.    **Sec. 1812.**    This act is necessary for the immediate  
6 preservation of the public peace, health, or safety, or support of the  
7 state government and its existing public institutions, and takes effect  
8 immediately.

(End of bill)

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1           Correct the title.

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