

SENATE BILL 6450

State of Washington 55th Legislature 1998 Regular Session

By Senators West, Spanel, Jacobsen, Loveland, Thibaudeau, Franklin, Winsley, Bauer and Kohl; by request of Governor Locke

Read first time 01/19/98. Referred to Committee on Ways & Means.

1 AN ACT Relating to fiscal matters; amending RCW 50.24.014; amending
2 1997 c 454 ss 101, 102, 103, 104, 105, 202, 203, 204, 205, 206, 207,
3 208, 210, 211, 212, 213, 214, 301, 302, 303, 304, 305, 501, 503, 504,
4 505, 506, 507, 508, 601, 602, 603, 604, 605, 606, 607, 608, 609, 611,
5 801, and 802 (uncodified); amending 1997 c 149 ss 101, 102, 110, 111,
6 112, 114, 116, 117, 120, 121, 123, 129, 134, 136, 140, 142, 143, 146,
7 152, 204, 205, 206, 209, 210, 217, 306, 309, 310, 401, 402, 502, 505,
8 506, 507, 508, 509, 511, 513, 516, 612, 614, 616, 618, 619, 701, 703,
9 705, 710, and 905 (uncodified); adding new sections to 1997 c 149
10 (uncodified); making appropriations; and declaring an emergency.

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

12 PART I
13 GENERAL GOVERNMENT

14 Sec. 101. 1997 c 149 s 101 (uncodified) is amended to read as
15 follows:

16 FOR THE HOUSE OF REPRESENTATIVES

17 General Fund Appropriation (FY 1998) \$ ((24,241,000))
18 24,216,000

1	General Fund Appropriation (FY 1999)	. . . . . \$	25,637,000
2	TOTAL APPROPRIATION	. . . . . \$	((49,878,000))
3			<u>49,853,000</u>

4 The appropriations in this section are subject to the following
5 conditions and limitations: ((+1)) \$75,000 of the general fund fiscal
6 year 1998 appropriation and \$75,000 of the general fund fiscal year
7 1999 appropriation are provided solely for the independent operations
8 of the legislative ethics board. Expenditure decisions of the board,
9 including employment of staff, shall be independent of the senate and
10 house of representatives.

11 ~~((2) \$25,000 of the general fund fiscal year 1998 appropriation is
12 provided solely to implement Substitute Senate Concurrent Resolution
13 No. 8408 (water policy report). If the concurrent resolution is not
14 enacted by June 30, 1997, the amount provided in this subsection shall
15 lapse.))~~

16 **Sec. 102.** 1997 c 149 s 102 (uncodified) is amended to read as
17 follows:

18 **FOR THE SENATE**

19	General Fund Appropriation (FY 1998)	. . . . . \$	((19,357,000))
20			<u>19,332,000</u>
21	General Fund Appropriation (FY 1999)	. . . . . \$	20,663,000
22	TOTAL APPROPRIATION	. . . . . \$	((40,020,000))
23			<u>39,995,000</u>

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

26 (1) \$75,000 of the general fund fiscal year 1998 appropriation and
27 \$75,000 of the general fund fiscal year 1999 appropriation are provided
28 solely for the independent operations of the legislative ethics board.
29 Expenditure decisions of the board, including employment of staff,
30 shall be independent of the senate and house of representatives.

31 ~~((2) ((25,000 of the general fund fiscal year 1998 appropriation is
32 provided solely to implement Substitute Senate Concurrent Resolution
33 No. 8408 (water policy report). If the concurrent resolution is not
34 enacted by June 30, 1997, the amount provided in this subsection shall
35 lapse.~~

36 ((3))) \$100,000 of the general fund appropriation for fiscal year
37 1998 is provided solely for a study of financial aid and tuition by the

1 senate committee on ways and means and the house of representatives
2 committee on appropriations.

3 (a) The study shall report on the current usage and distribution of
4 financial aid, investigate other resources available to financial aid
5 recipients, and shall compare alternative methods of financial aid
6 distribution and their impacts on the sectors of higher education and
7 students served within each sector.

8 (b) The study shall also provide comparative data from other states
9 on methods of establishing tuition rates and the relationship of
10 tuition to state funding.

11 **Sec. 103.** 1997 c 454 s 101 (uncodified) is amended to read as
12 follows:

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

14 General Fund Appropriation (FY 1998)	\$((1,421,000))
15	<u>1,371,000</u>
16 General Fund Appropriation (FY 1999)	\$ 1,425,000
17 TOTAL APPROPRIATION	\$((2,846,000))
18	<u>2,796,000</u>

19 (~~The appropriations in this section are subject to the following~~
20 ~~conditions and limitations: \$50,000 of the general fund appropriation~~
21 ~~for fiscal year 1998 is provided solely to implement Substitute Senate~~
22 ~~Bill No. 5071 (school district territory). If the bill is not enacted~~
23 ~~by June 30, 1997, the amount provided in this subsection shall lapse.))~~

24 **Sec. 104.** 1997 c 149 s 110 (uncodified) is amended to read as
25 follows:

26 **FOR THE COURT OF APPEALS**

27 General Fund Appropriation (FY 1998)	\$((10,225,000))
28	<u>10,461,000</u>
29 General Fund Appropriation (FY 1999)	\$((10,133,000))
30	<u>10,528,000</u>
31 TOTAL APPROPRIATION	\$((20,358,000))
32	<u>20,989,000</u>

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

1 (1) \$271,000 of the general fund fiscal year 1999 appropriation is
2 provided solely for an additional judge position and related support
3 staff in division I, effective July 1, 1998.

4 (2) \$490,000 of the general fund fiscal year 1998 appropriation is
5 provided solely for remodeling existing space in division I court
6 facilities to house additional staff.

7 **Sec. 105.** 1997 c 149 s 111 (uncodified) is amended to read as
8 follows:

9 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

10	General Fund Appropriation (FY 1998)	. . . . .	\$	((652,000))
11				<u>692,000</u>
12	General Fund Appropriation (FY 1999)	. . . . .	\$	((653,000))
13				<u>714,000</u>
14	TOTAL APPROPRIATION	. . . . .	\$	((1,305,000))
15				<u>1,406,000</u>

16 **Sec. 106.** 1997 c 149 s 112 (uncodified) is amended to read as
17 follows:

18 **FOR THE ADMINISTRATOR FOR THE COURTS**

19	General Fund Appropriation (FY 1998)	. . . . .	\$	12,723,000
20	General Fund Appropriation (FY 1999)	. . . . .	\$	(12,595,000)
21				<u>12,845,000</u>
22	Public Safety and Education Account			
23	Appropriation	. . . . .	\$	31,134,000
24	Judicial Information Systems Account			
25	Appropriation	. . . . .	\$	(16,305,000)
26				<u>17,489,000</u>
27	TOTAL APPROPRIATION	. . . . .	\$	(72,757,000)
28				<u>74,191,000</u>

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

31 (1) Funding provided in the judicial information systems account
32 appropriation shall be used for the operations and maintenance of
33 technology systems that improve services provided by the supreme court,
34 the court of appeals, the office of public defense, and the office of
35 the administrator for the courts. \$400,000 of the judicial information
36 systems account appropriation is provided solely for the year 2000 date
37 conversion.

1 (2) No moneys appropriated in this section may be expended by the
2 administrator for the courts for payments in excess of fifty percent of
3 the employer contribution on behalf of superior courts judges for
4 insurance and health care plans and federal social security and
5 medicare and medical aid benefits. Consistent with Article IV, section
6 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,
7 it is the intent of the legislature that the cost of these employer
8 contributions shall be shared equally between the state and county or
9 counties in which the judges serve. The administrator for the courts
10 shall continue to implement procedures for the collection and
11 disbursement of these employer contributions.

12 (3) \$6,510,000 of the public safety and education account
13 appropriation is provided solely for the continuation of treatment
14 alternatives to street crimes (TASC) programs in Pierce, Snohomish,
15 Clark, King, Spokane, and Yakima counties.

16 (4) \$125,000 of the public safety and education account
17 appropriation is provided solely for the workload associated with the
18 increase in state cases filed in Thurston county superior court.

19 (5) \$223,000 of the public safety and education account
20 appropriation is provided solely for the gender and justice commission.

21 (6) \$308,000 of the public safety and education account
22 appropriation is provided solely for the minority and justice
23 commission.

24 (7) \$100,000 of the general fund fiscal year 1998 appropriation and
25 \$100,000 of the general fund fiscal year 1999 appropriation are
26 provided solely for judicial program enhancements. Within the funding
27 provided in this subsection, the office of administrator of courts in
28 consultation with the supreme court shall determine the program or
29 programs to receive an enhancement.

30 (8) \$35,000 of the general fund fiscal year 1998 appropriation is
31 provided solely for the implementation of Engrossed Substitute House
32 Bill No. 1771 (guardian certification). If the bill is not enacted by
33 June 30, 1997, the amount provided in this subsection shall lapse.

34 (9) \$100,000 of the general fund fiscal year 1998 appropriation is
35 provided solely for the Snohomish county preprosecution diversion
36 program.

37 **Sec. 107.** 1997 c 149 s 114 (uncodified) is amended to read as
38 follows:

1 **FOR THE OFFICE OF THE GOVERNOR**

2	General Fund--State Appropriation (FY 1998)	\$((5,047,000))
3		<u>5,068,000</u>
4	General Fund--State Appropriation (FY 1999)	\$((4,963,000))
5		<u>5,020,000</u>
6	General Fund--Federal Appropriation	\$ 188,000
7	Water Quality Account Appropriation	\$ 700,000
8	TOTAL APPROPRIATION	\$((10,898,000))
9		<u>10,976,000</u>

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

12 (1) \$1,618,000 of the general fund--state appropriation for fiscal
13 year 1998, \$1,520,000 of the general fund--state appropriation for
14 fiscal year 1999, \$700,000 of the water quality account appropriation,
15 and \$188,000 of the general fund--federal appropriation are provided
16 solely for the implementation of the Puget Sound work plan and agency
17 action items PSAT-01 through PSAT-06.

18 (2) \$12,000 of the general fund--state appropriation for fiscal
19 year 1998 and \$13,000 of the general fund--state appropriation for
20 fiscal year 1999 are provided for the state law enforcement medal of
21 honor committee for the purposes of recognizing qualified law
22 enforcement officers as provided by chapter 41.72 RCW.

23 **Sec. 108.** 1997 c 149 s 116 (uncodified) is amended to read as
24 follows:

25 **FOR THE PUBLIC DISCLOSURE COMMISSION**

26	General Fund Appropriation (FY 1998)	\$((1,457,000))
27		<u>1,568,000</u>
28	General Fund Appropriation (FY 1999)	\$((1,206,000))
29		<u>1,262,000</u>
30	TOTAL APPROPRIATION	\$((2,663,000))
31		<u>2,830,000</u>

32 The appropriations in this section are subject to the following
33 conditions and limitations: \$306,000 of the general fund fiscal year
34 1998 appropriation and \$72,000 of the general fund fiscal year 1999
35 appropriation are provided solely for technology for customer service
36 improvements.

1 **Sec. 109.** 1997 c 149 s 117 (uncodified) is amended to read as
2 follows:

3 **FOR THE SECRETARY OF STATE**

4	General Fund Appropriation (FY 1998)	\$((8,055,000))
5		<u>8,170,000</u>
6	General Fund Appropriation (FY 1999)	\$((5,901,000))
7		<u>5,963,000</u>
8	Archives & Records Management Account--State	
9	Appropriation	\$ 4,032,000
10	Archives & Records Management Account--Private/Local	
11	Appropriation	\$ 2,553,000
12	Department of Personnel Service Account	
13	Appropriation	\$ 663,000
14	TOTAL APPROPRIATION	\$((21,204,000))
15		<u>21,381,000</u>

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

18 (1) \$((~~2,355,000~~)) 2,455,000 of the general fund appropriation for
19 fiscal year 1998 is provided solely to reimburse counties for the
20 state's share of primary and general election costs and the costs of
21 conducting mandatory recounts on state measures.

22 (2) \$2,011,000 of the general fund appropriation for fiscal year
23 1998 and \$2,536,000 of the general fund appropriation for fiscal year
24 1999 are provided solely for the verification of initiative and
25 referendum petitions, maintenance of related voter registration
26 records, and the publication and distribution of the voters and
27 candidates pamphlet.

28 (3) \$99,000 of the general fund appropriation is provided solely
29 for the state's participation in the United States census block
30 boundary suggestion program.

31 (4) \$125,000 of the fiscal year 1998 general fund appropriation is
32 provided solely for legal advertising of state measures under RCW
33 29.27.072.

34 (5) \$45,000 of the general fund fiscal year 1998 appropriation is
35 provided solely for an economic feasibility study of a state horse
36 park.

37 (6) The election review section under chapter 29.60 RCW shall be
38 administered in a manner consistent with Engrossed Senate Bill No. 5565
39 (election procedures review).

1 (7) \$15,000 of the general fund appropriation for fiscal year 1998
2 and \$62,000 of the general fund appropriation for fiscal year 1999 are
3 provided solely for administrative assistance and support to the
4 Washington quality award council.

5 **Sec. 110.** 1997 c 454 s 102 (uncodified) is amended to read as
6 follows:

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

8	General Fund Appropriation (FY 1998)	. . . . .	\$	((230,000))
9				<u>237,000</u>
10	General Fund Appropriation (FY 1999)	. . . . .	\$	((233,000))
11				<u>241,000</u>
12	TOTAL APPROPRIATION	. . . . .	\$	((463,000))
13				<u>478,000</u>

14 **Sec. 111.** 1997 c 149 s 120 (uncodified) is amended to read as
15 follows:

16 **FOR THE STATE TREASURER**

17	State Treasurer's Service Account			
18	Appropriation	. . . . .	\$	((11,567,000))
19				<u>12,382,000</u>

20 **Sec. 112.** 1997 c 149 s 121 (uncodified) is amended to read as
21 follows:

22 **FOR THE STATE AUDITOR**

23	General Fund Appropriation (FY 1998)	. . . . .	\$	678,000
24	General Fund Appropriation (FY 1999)	. . . . .	\$	678,000
25	State Auditing Services Revolving Account			
26	Appropriation	. . . . .	\$	((11,928,000))
27				<u>12,253,000</u>
28	TOTAL APPROPRIATION	. . . . .	\$	((13,284,000))
29				<u>13,609,000</u>

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

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

1 (2) The state auditor shall develop recommendations and curriculum
2 for preventing instances of improper governmental actions as defined in
3 chapter 42.20 RCW, the state whistleblower act. In developing these
4 recommendations and curriculum, the state auditor shall involve the
5 office of financial management, attorney general's office, executive
6 ethics board, department of personnel, employee organizations, and
7 other interested parties. These recommendations shall be submitted to
8 the governor and the legislature by March 31, 1998.

9 (3) \$420,000 of the general fund appropriation for fiscal year 1998
10 and \$420,000 of the general fund appropriation for fiscal year 1999 are
11 provided solely for staff and related costs to audit special education
12 programs that exhibit unusual rates of growth, extraordinarily high
13 costs, or other characteristics requiring attention of the state safety
14 net committee. The auditor shall consult with the superintendent of
15 public instruction regarding training and other staffing assistance
16 needed to provide expertise to the audit staff.

17 (~~(3)~~) (4) \$250,000 of the general fund fiscal year 1998
18 appropriation and \$250,000 of the general fund fiscal year 1999
19 appropriation are provided solely for the budget and reporting system
20 (BARS) to improve the reporting of local government fiscal data.
21 Audits of counties and cities by the division of municipal corporations
22 shall include findings regarding the completeness, accuracy, and
23 timeliness of BARS data reported to the state auditor's office.

24 (5) \$75,000 of the state auditing services revolving fund account
25 appropriation is provided solely to implement Substitute Senate Bill
26 No. 5308, passed during the 1997 legislative session.

27 (6) \$550,000 of the state auditing services revolving fund account
28 appropriation is provided solely for the investigation of complaints of
29 improper governmental action made by state employees.

30 **Sec. 113.** 1997 c 149 s 123 (uncodified) is amended to read as
31 follows:

32 **FOR THE ATTORNEY GENERAL**

33	General Fund--State Appropriation (FY 1998)	\$	4,361,000
34	General Fund--State Appropriation (FY 1999)	\$	3,631,000
35	General Fund--Federal Appropriation	\$	2,248,000
36	Public Safety and Education Account		
37	Appropriation	\$	1,300,000
38	New Motor Vehicle Arbitration Account		

1	Appropriation	\$ 1,094,000
2	Legal Services Revolving Account	
3	Appropriation	(\$125,008,000)
4		<u>125,758,000</u>
5	TOTAL APPROPRIATION	(\$137,642,000)
6		<u>138,392,000</u>

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

9 (1) The attorney general shall report each fiscal year on actual
10 legal services expenditures and actual attorney staffing levels for
11 each agency receiving legal services. The report shall be submitted to
12 the office of financial management and the fiscal committees of the
13 senate and house of representatives no later than ninety days after the
14 end of each fiscal year.

15 (2) The attorney general shall include, at a minimum, the following
16 information with each bill sent to agencies receiving legal services:

17 (a) The number of hours and cost of attorney services provided during
18 the billing period; (b) cost of support staff services provided during
19 the billing period; (c) attorney general overhead and central support
20 costs charged to the agency for the billing period; (d) direct legal
21 costs, such as filing and docket fees, charged to the agency for the
22 billing period; and (e) other costs charged to the agency for the
23 billing period. The attorney general may, with approval of the office
24 of financial management change its billing system to meet the needs of
25 its user agencies.

26 (3) \$300,000 of the fiscal year 1998 general fund--state
27 appropriation is provided for a comprehensive assessment of
28 environmental and public health impacts and for other costs related to
29 pursuing remedies for pollution in the Spokane river basin.

30 (4) \$640,000 of the fiscal year 1998 general fund--state
31 appropriation and \$210,000 of the fiscal year 1999 general fund--state
32 appropriation are provided solely to implement the supervision
33 management and recidivist tracking program to allow the department of
34 corrections and local law enforcement agencies to share information
35 concerning the activities of offenders on community supervision. No
36 information on any person may be entered into or retained in the
37 program unless the person is under the jurisdiction of the department
38 of corrections.

1 **Sec. 114.** 1997 c 454 s 103 (uncodified) is amended to read as
2 follows:

3 **FOR THE DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC DEVELOPMENT**

4	General Fund--State Appropriation (FY 1998)	\$(57,361,000)
5		<u>57,041,000</u>
6	General Fund--State Appropriation (FY 1999)	\$(56,351,000)
7		<u>61,616,000</u>
8	General Fund--Federal Appropriation	(\$155,278,000)
9		<u>164,000,000</u>
10	General Fund--Private/Local Appropriation	\$ 6,903,000
11	Public Safety and Education Account	
12	Appropriation	\$ 8,781,000
13	<u>Clean Washington Account Appropriation</u>	<u>\$ 11,000</u>
14	Public Works Assistance Account	
15	Appropriation	\$ 2,223,000
16	Building Code Council Account Appropriation	\$(1,318,000)
17		<u>1,366,000</u>
18	Administrative Contingency Account	
19	Appropriation	\$ 1,776,000
20	Low-Income Weatherization Assistance Account	
21	Appropriation	\$ 923,000
22	Violence Reduction and Drug Enforcement Account	
23	Appropriation	\$ 6,042,000
24	Manufactured Home Installation Training Account	
25	Appropriation	\$ 250,000
26	Washington Housing Trust Account	
27	Appropriation	\$(7,999,000)
28		<u>9,999,000</u>
29	Public Facility Construction Loan Revolving Account	
30	Appropriation	\$ 515,000
31	TOTAL APPROPRIATION	(\$305,720,000)
32		<u>321,698,000</u>

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

35 (1) \$50,000 of the general fund--state appropriation for fiscal
36 year 1999 shall be made available to the Washington state historical
37 society to develop, in cooperation with the department of community,
38 trade, and economic development state tourism office, a Lewis and Clark
39 bicentennial interpretive infrastructure and tourism promotion plan.

1 (2) \$2,000,000 of the housing trust fund appropriation is provided
2 solely for the implementation of Z-1221/98 (temporary worker housing)
3 or substantially similar legislation. If the bill is not enacted by
4 July 1, 1998, this appropriation shall lapse.

5 (3) \$((3,282,500)) 2,962,500 of the general fund--state
6 appropriation for fiscal year 1998 and \$((3,282,500)) 3,602,500 of the
7 general fund--state appropriation for fiscal year 1999 are provided
8 solely for a contract with the Washington technology center. For work
9 essential to the mission of the Washington technology center and
10 conducted in partnership with universities, the center shall not pay
11 any increased indirect rate nor increases in other indirect charges
12 above the absolute amount paid during the 1995-97 biennium.

13 ((+2)) (4) \$155,000 of the general fund--state appropriation for
14 fiscal year 1998 and \$((+155,000)) 445,000 of the general fund--state
15 appropriation for fiscal year 1999 are provided solely for a contract
16 with the Washington manufacturing extension partnership.

17 ((+3)) (5) \$9,964,000 of the general fund--federal appropriation
18 is provided solely for the drug control and system improvement formula
19 grant program, to be distributed in state fiscal year 1998 as follows:

20 (a) \$3,603,250 to local units of governments to continue the multi-
21 jurisdictional narcotics task forces;

22 (b) \$500,000 to the department to continue the state-wide drug
23 prosecution assistance program in support of multijurisdictional
24 narcotics task forces;

25 (c) \$1,306,075 to the Washington state patrol for coordination,
26 investigative, and supervisory support to the multijurisdictional
27 narcotics task forces and for methamphetamine education and response;

28 (d) \$240,000 to the department for grants to support tribal law
29 enforcement needs;

30 (e) \$900,000 to drug courts in eastern and western Washington;

31 (f) \$300,000 to the department for grants to provide sentencing
32 alternatives training programs to defenders;

33 (g) \$200,000 for grants to support substance-abuse treatment in
34 county jails;

35 (h) \$517,075 to the department for legal advocacy for victims of
36 domestic violence and for training of local law enforcement officers
37 and prosecutors on domestic violence laws and procedures;

38 (i) \$903,000 to the department to continue youth violence
39 prevention and intervention projects;

- 1 (j) \$91,000 for the governor's council on substance abuse;
2 (k) \$99,000 for program evaluation and monitoring;
3 (l) \$100,000 for the department of corrections for a feasibility
4 study of replacing or updating the offender based tracking system.
5 (m) \$498,200 for development of a state-wide system to track
6 criminal history records; and
7 (n) No more than \$706,400 to the department for grant
8 administration and reporting.

9 These amounts represent the maximum Byrne grant expenditure
10 authority for each program. No program may expend Byrne grant funds in
11 excess of the amounts provided in this section. If moneys in excess of
12 those appropriated in this section become available, whether from prior
13 or current fiscal year Byrne grant distributions, the department shall
14 hold these moneys in reserve and may not expend them without a specific
15 appropriation. These moneys shall be carried forward and applied to
16 the pool of moneys available for appropriation for programs and
17 projects in the succeeding fiscal year. As part of its budget request
18 for the succeeding fiscal year, the department shall estimate and
19 request authority to spend any funds remaining in reserve as a result
20 of this subsection.

21 ~~((4))~~ (6) \$11,714,000 of the general fund--federal appropriation
22 is provided solely, for the drug control and system improvement formula
23 grant program, to be distributed in state fiscal year 1999 as follows:

24 (a) \$3,878,250 to local units of government to continue
25 multijurisdictional narcotics task forces;

26 (b) \$531,000 to the department to continue the drug prosecution
27 assistance program in support of multijurisdictional narcotics task
28 forces;

29 (c) \$1,363,075 to the Washington state patrol for coordination,
30 investigative, and supervisory support to the multijurisdictional
31 narcotics task forces and for methamphetamine education and response;

32 (d) \$256,000 to the department for grants to support tribal law
33 enforcement needs;

34 (e) \$996,000 to drug courts in eastern and western Washington;

35 (f) \$312,000 to the department for grants assisting in the
36 development, conduct, and training on sentencing alternatives;

37 (g) \$261,000 to the department to continue a substance-abuse
38 treatment in jails program, to test the effect of treatment on future
39 criminal behavior;

1 (h) \$581,075 to the department to continue domestic violence legal
2 advocacy;

3 (i) \$949,000 to the department to continue youth violence
4 prevention and intervention projects;

5 (j) \$91,000 to the department to continue the governor's council on
6 substance abuse;

7 (k) \$99,000 to the department to continue evaluation of Byrne
8 formula grant programs;

9 (l) \$1,496,200 to the office of financial management for the
10 criminal history records improvement program; and

11 (m) \$901,400 to the department for required grant administration,
12 monitoring and reporting on Byrne formula grant programs.

13 These amounts represent the maximum Byrne grant expenditure
14 authority for each program. No program may expend Byrne grant funds in
15 excess of the amounts provided in this section. If moneys in excess of
16 those appropriated in this section become available, whether from prior
17 or current fiscal year Byrne grant distributions, the department shall
18 hold these moneys in reserve and may not expend them without specific
19 appropriation. These moneys shall be carried forward and applied to
20 the pool of moneys available for appropriation for programs and
21 projects in the succeeding fiscal year. As part of its budget request
22 for the succeeding year, the department shall estimate and request
23 authority to spend any funds remaining in reserve as a result of this
24 subsection.

25 (7) \$1,000,000 of the general fund fiscal year 1998 appropriation
26 and \$1,000,000 of the general fund fiscal year 1999 appropriation are
27 provided solely to implement Engrossed Substitute House Bill No. 1576
28 (buildable lands) or Senate Bill No. 6094 (growth management). If
29 neither bill is enacted by June 30, 1997, the amounts provided in this
30 subsection shall lapse.

31 ((+5)) (8) \$4,800,000 of the public safety and education account
32 appropriation, \$1,000,000 of the fiscal year 1998 general fund--state
33 appropriation, and \$1,000,000 of the fiscal year 1999 general fund--
34 state appropriation are provided solely for indigent civil legal
35 representation services contracts and contracts administration. The
36 amounts provided in this subsection are contingent upon enactment of
37 section 2 of Engrossed Substitute House Bill No. 2276 (civil legal
38 services for indigent persons). If section 2 of the bill is not

1 enacted by June 30, 1997, the amount provided in this subsection shall
2 lapse.

3 ~~((+6+))~~ (9) \$643,000 of the general fund--state fiscal year 1998
4 appropriation and \$643,000 of the general fund--state fiscal year 1999
5 appropriation are provided solely to increase payment rates for
6 contracted early childhood education assistance program providers. It
7 is the legislature's intent that these amounts shall be used primarily
8 to increase compensation for persons employed in direct, front-line
9 service delivery.

10 ~~((+7+))~~ (10) \$75,000 of the general fund--state fiscal year 1998
11 appropriation and \$75,000 of the general fund--state fiscal year 1999
12 appropriation are provided solely as a grant for the community
13 connections program in Walla Walla county.

14 ~~((+8+))~~ (11) \$300,000 of the general fund--state fiscal year 1998
15 appropriation and \$300,000 of the general fund--state fiscal year 1999
16 appropriation are provided solely to contract with the Washington state
17 association of court-appointed special advocates/guardians ad litem
18 (CASA/GAL) to establish pilot programs in three counties to recruit
19 additional community volunteers to represent the interests of children
20 in dependency proceedings. Of this amount, a maximum of \$30,000 shall
21 be used by the department to contract for an evaluation of the
22 effectiveness of CASA/GAL in improving outcomes for dependent children.
23 The evaluation shall address the cost-effectiveness of CASA/GAL and to
24 the extent possible, identify savings in other programs of the state
25 budget where the savings resulted from the efforts of the CASA/GAL
26 volunteers. The department shall report to the governor and
27 legislature by October 15, 1998.

28 ~~((+9+))~~ (12) \$75,000 of the general fund--state appropriation for
29 fiscal year 1999 is provided solely for state sponsorship of the "BIO
30 99" international biotechnology conference and exhibition in the
31 Seattle area in 1999.

32 ~~((+10+))~~ (13) \$698,000 of the general fund--state appropriation for
33 fiscal year 1998, \$697,000 of the general fund--state appropriation for
34 fiscal year 1999, and \$1,101,000 of the administrative contingency
35 account appropriation are provided solely for contracting with
36 associate development organizations.

37 ~~((+11+))~~ (14) \$50,000 of the general fund--state appropriation for
38 fiscal year 1998 and \$50,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely to expand the long-term care
2 ombudsman program.

3 ~~((12))~~ (15) \$60,000 of the general fund--state appropriation for
4 fiscal year 1998 and \$60,000 of the general fund--state appropriation
5 for fiscal year 1999 are provided solely for implementation of the
6 Puget Sound work plan action item DCTED-01.

7 ~~((13))~~ (16) \$20,000 of the general fund--state appropriation for
8 fiscal year 1998 is provided solely for a task force on tourism
9 promotion and development. The task force shall report to the
10 legislature on its findings and recommendations by January 31, 1998.

11 ~~((14))~~ (17) \$61,000 of the general fund--state appropriation for
12 fiscal year 1998 and \$60,000 of the general fund--state appropriation
13 for fiscal year 1999 are provided solely for the pacific northwest
14 economic region (PNWER).

15 ~~((15))~~ (18) \$123,000 of the general fund--state appropriation for
16 fiscal year 1998 and \$124,000 of the general fund--state appropriation
17 for fiscal year 1999 are provided solely for the community development
18 finance program.

19 ~~((16))~~ (19) Within the appropriations provided in this section,
20 the department shall conduct a study of possible financial incentives
21 to assist in revitalization of commercial areas and report its findings
22 and recommendations to the appropriate committees of the legislature by
23 November 15, 1997.

24 (20) \$579,000 of the general fund--state appropriation for fiscal
25 year 1999 is provided solely for the department to participate with the
26 departments of ecology, health, and fish and wildlife in watershed
27 teams to support local watershed planning efforts integrating water
28 quantity, water quality, and fish habitat issues.

29 **Sec. 115.** 1997 c 454 s 104 (uncodified) is amended to read as
30 follows:

31 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

32	General Fund--State Appropriation (FY 1998)	\$ 10,530,000
33	General Fund--State Appropriation (FY 1999)	\$(10,253,000)
34		<u>10,583,000</u>
35	General Fund--Federal Appropriation	\$ 23,331,000
36	<u>Department of Retirement Systems Expense Account</u>	
37	<u>Appropriation</u>	\$ 250,000
38	TOTAL APPROPRIATION	\$(44,114,000)

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The appropriations in this section are subject to the following conditions and limitations: The department of retirement systems expense account appropriation is provided solely to hire contracted actuarial services to support the administration of the Washington state retirement systems.

Sec. 116. 1997 c 149 s 129 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF PERSONNEL

General Fund Appropriation (FY 1999)	\$	30,000
Department of Personnel Service Account		
Appropriation	\$	(16,493,000)
		<u>16,563,000</u>
Higher Education Personnel Services Account		
Appropriation	\$	1,632,000
TOTAL APPROPRIATION	\$	(18,125,000)
		<u>18,225,000</u>

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

(1) The department shall reduce its charge for personnel services to the lowest rate possible.

(2) \$32,000 of the department of personnel service fund appropriation is provided solely for the creation, printing, and distribution of the personal benefits statement for state employees.

(3) The department of personnel service account appropriation contains sufficient funds to continue the employee exchange program with the Hyogo prefecture in Japan.

(4) \$500,000 of the department of personnel service account appropriation is provided solely for the career transition program to assist state employees who are separated or are at risk of lay-off due to reduction-in-force. Services shall include employee retraining and career counseling.

(5) \$800,000 of the department of personnel service account appropriation is provided solely for the human resource data warehouse to: Expand the type and amount of information available on the state-wide work force; and to provide the office of financial management, legislature, and state agencies with direct access to the data for

1 policy and planning purposes. The department of personnel shall
 2 establish uniform reporting procedures, applicable to all state
 3 agencies and higher education institutions, for reporting data to the
 4 data warehouse by June 30, 1998. The department of personnel will
 5 report quarterly to the legislative fiscal committees, the office of
 6 financial management, the information services board, and the office of
 7 information technology oversight of the department of information
 8 services the following items: (a) The number of state agencies that
 9 have received access to the data warehouse (it is anticipated that
 10 approximately 40 agencies will receive access during the 1997-99
 11 biennium); (b) the change in requests for downloads from the mainframe
 12 computer by agencies with access to the data warehouse, to reflect
 13 transferring customers use of the mainframe computer to the more
 14 economical use of data warehouse information; and (c) a summary of
 15 customer feedback from agencies with access to the data warehouse.
 16 Authority to expend this amount is conditioned on compliance with
 17 section 902 of this act.

18 (6) The department of personnel has the authority to charge
 19 agencies for expenses associated with converting its payroll/personnel
 20 computer system to accommodate the year 2000 date change. Funding to
 21 cover these expenses shall be realized from the agency FICA savings
 22 associated with the pretax benefits contributions plan.

23 (7) The department of personnel shall charge all administrative
 24 services costs incurred by the department of retirement systems for the
 25 deferred compensation program. The billings to the department of
 26 retirement systems shall be for actual costs only.

27 **Sec. 117.** 1997 c 149 s 134 (uncodified) is amended to read as
 28 follows:

29 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**

30 Dependent Care Administrative Account

31 Appropriation \$ 357,000

32 Department of Retirement Systems Expense Account

33 Appropriation \$(31,415,000)

34 35,345,000

35 TOTAL APPROPRIATION \$(31,772,000)

36 35,702,000

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

1 (1) \$1,373,000 of the department of retirement systems expense
2 account appropriation is provided solely for the information systems
3 project known as the electronic document image management system.
4 Authority to expend this amount is conditioned on compliance with
5 section 902 of this act.

6 (2) \$1,259,000 of the department of retirement systems expense
7 account appropriation is provided solely for the information systems
8 project known as the receivables management system. Authority to
9 expend this amount is conditioned on compliance with section 902 of
10 this act.

11 (3) The department of retirement systems shall complete a study
12 examining whether it would be cost-effective to contract out the
13 administration functions for the dependent care assistance program and
14 shall report to the fiscal committees of the legislature by December
15 15, 1997.

16 (4) \$3,859,000 of the department of retirement systems expense
17 account appropriation is provided solely for the relocation of the
18 staff and facilities of the agency.

19 **Sec. 118.** 1997 c 149 s 136 (uncodified) is amended to read as
20 follows:

21 **FOR THE DEPARTMENT OF REVENUE**

22	General Fund Appropriation (FY 1998)	\$	65,033,000
23	General Fund Appropriation (FY 1999)	\$	((65,320,000))
24			<u>65,451,000</u>
25	Timber Tax Distribution Account		
26	Appropriation	\$	4,778,000
27	Waste Reduction/Recycling/Litter Control		
28	Appropriation	\$	100,000
29	State Toxics Control Account Appropriation	\$	67,000
30	Solid Waste Management Account		
31	Appropriation	\$	92,000
32	Oil Spill Administration Account		
33	Appropriation	\$	14,000
34	TOTAL APPROPRIATION	\$	((135,404,000))
35			<u>135,535,000</u>

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

1 (1) \$1,540,000 of the general fund appropriation for fiscal year
2 1998 and \$1,710,000 of the general fund appropriation for fiscal year
3 1999 are provided solely for senior citizen property tax deferral
4 distribution.

5 (2) Within the amounts appropriated in this section the department
6 shall conduct a study identifying the impacts of exempting all
7 shellfish species from the tax imposed on enhanced food fish under
8 chapter 82.27 RCW. The study shall include an estimate of the fiscal
9 impacts to state revenues as well as an examination of how such an
10 exemption would impact shellfish-based industries and communities where
11 shellfish-based industries are located. The department shall complete
12 this study and report its findings to the legislature by December 1,
13 1997.

14 **Sec. 119.** 1997 c 149 s 140 (uncodified) is amended to read as
15 follows:

16 **FOR THE DEPARTMENT OF GENERAL ADMINISTRATION**

17	General Fund--State Appropriation (FY 1998) . . . \$	((1,302,000))
18		<u>1,332,000</u>
19	General Fund--State Appropriation (FY 1999) . . . \$	1,278,000
20	General Fund--Federal Appropriation \$	2,402,000
21	General Fund--Private/Local Appropriation \$	400,000
22	Motor Transport Account Appropriation \$	14,120,000
23	Air Pollution Control Account Appropriation . . . \$	391,000
24	General Administration Facilities and Services	
25	Revolving Account Appropriation \$	22,299,000
26	Central Stores Revolving Account	
27	Appropriation \$	3,306,000
28	Energy Efficiency Services Account	
29	Appropriation \$	180,000
30	Risk Management Account Appropriation \$	2,328,000
31	TOTAL APPROPRIATION \$	((48,006,000))
32		<u>48,036,000</u>

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

35 (1) \$1,200,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$1,200,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely for the purchase of food for

1 distribution to the state's food assistance network and related
2 expenses.

3 (2) \$25,000 of the general fund--state appropriation for fiscal
4 year 1998 is provided solely for the World War II memorial on the
5 condition that the currently approved design for the World War II
6 memorial be sited on the location selected by the World War II advisory
7 committee and approved and recommended by the capitol campus design
8 advisory committee. This site is immediately south of the Columbia
9 street and 11th avenue axial on the west capitol campus.

10 (3) Except for the World War II memorial, no additional monuments
11 may be placed on the capitol campus until the completion of the capitol
12 campus monuments and memorial policy by the department of general
13 administration, adoption of the policy by the state capitol committee,
14 and inclusion of the policy in the department of general
15 administration's administrative code.

16 (4) The department shall not purchase any travel product for any
17 state employee or state official from a vendor who is not a Washington-
18 based seller of travel licensed under chapter 19.138 RCW.

19 (5) The department shall study the state motor pool vehicle fleet
20 to develop a plan for meeting and exceeding the minimum vehicle mileage
21 standards established by the federal government. The department shall
22 report its findings and conclusions to the appropriate legislative
23 committees by December 1, 1997.

24 (6) The department shall sell or contract for sale all surplus
25 motor pool fleet vehicles and shall, when cost effective, contract out
26 for the reconditioning, transport, and delivery of the vehicles prior
27 to their sale at auction.

28 (7) \$30,000 of the general fund--state appropriation for fiscal
29 year 1998 is provided to the department of general administration to
30 conduct a study to inventory and identify alternatives on how to manage
31 future state office and facility needs in Thurston county. The
32 department shall consult with effected agencies and private sector
33 representatives in the conduct of the study. The study shall also
34 assess the use of technology and other management techniques to control
35 space needs. The department shall report its findings to the office of
36 financial management and legislative fiscal committees by June 30,
37 1998.

38 (8) If Z-0963/98, consolidating the operating funding structure of
39 the department of general administration or substantially similar

1 legislation, is enacted by June 30, 1998, the fund balances in the
2 motor transport account appropriation, general administration
3 facilities and services revolving account appropriation, the central
4 stores revolving account appropriation, and the risk management account
5 appropriation shall be transferred to the general administration
6 services account.

7 **Sec. 120.** 1997 c 149 s 142 (uncodified) is amended to read as
8 follows:

9 **FOR THE INSURANCE COMMISSIONER**

10	General Fund--Federal Appropriation	\$	106,000
11	Insurance Commissioners Regulatory Account		
12	Appropriation	\$	((22,431,000))
13			<u>22,225,000</u>
14	TOTAL APPROPRIATION	\$	((22,537,000))
15			<u>22,331,000</u>

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

18 (1) \$532,000 of the insurance commissioner's regulatory account
19 appropriation is provided solely for the expenditure of funds received
20 under the consent order with the Prudential insurance company. These
21 funds are provided solely for implementing the Prudential remediation
22 process and for examinations of the Prudential company.

23 ~~(2) ((\$206,000 of the insurance commissioner's regulatory account~~
24 ~~appropriation is provided solely to implement Substitute House Bill No.~~
25 ~~1387 (basic health plan benefits). If the bill is not enacted by June~~
26 ~~30, 1997, the amount provided in this subsection shall lapse.~~

27 ~~(3))~~ \$298,000 of the insurance commissioner's regulatory account
28 appropriation is provided solely for technology improvements that will
29 support the electronic filing of insurance rates and contracts and
30 enable regulators and the industry to share information about licensed
31 agents to protect the public from fraudulent sales practices.

32 **Sec. 121.** 1997 c 149 s 143 (uncodified) is amended to read as
33 follows:

34 **FOR THE BOARD OF ACCOUNTANCY**

35	Certified Public Accountants' Account		
36	Appropriation	\$	((978,000))
37			<u>1,135,000</u>

1 The appropriation in this section is subject to the following
2 conditions and limitations: \$22,000 of the certified public
3 accountants' account appropriation is provided solely for the
4 implementation of Engrossed House Bill No. 3901 (implementing welfare
5 reform). If the bill is not enacted by June 30, 1997, the amount
6 provided shall lapse.

7 **Sec. 122.** 1997 c 149 s 146 (uncodified) is amended to read as
8 follows:

9 **FOR THE LIQUOR CONTROL BOARD**

10	General Fund Appropriation (FY 1998)	\$	1,603,000
11	General Fund Appropriation (FY 1999)	\$	1,242,000
12	Liquor Control Board Construction and Maintenance		
13	Account Appropriation	\$	((9,919,000))
14			<u>9,925,000</u>
15	Liquor Revolving Account Appropriation	\$	((121,391,000))
16			<u>122,806,000</u>
17	TOTAL APPROPRIATION	\$	((134,155,000))
18			<u>135,576,000</u>

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

21 (1) \$1,250,000 of the liquor revolving account appropriation is
22 provided solely for the agency information technology upgrade. This
23 item is conditioned on satisfying the requirements of section 902 of
24 this act, including the development of a project management plan, a
25 project schedule, a project budget, a project agreement, and
26 incremental funding based on completion of key milestones.

27 (2) \$1,603,000 of the general fund fiscal year 1998 appropriation
28 and \$1,242,000 of the general fund fiscal year 1999 appropriation are
29 provided solely to implement Substitute Senate Bill No. 6084 or
30 Engrossed Substitute House Bill No. 2272 (transferring enforcement
31 provisions regarding cigarette and tobacco taxes to the liquor control
32 board). If neither bill is enacted by June 30, 1997, the amounts
33 provided in this subsection shall lapse.

34 (3) \$459,000 of the liquor revolving account appropriation is
35 provided solely for implementation of Substitute Senate Bill No. 5664
36 (credit and debit cards purchases in state liquor stores). If the bill
37 is not enacted by June 30, 1997, the amount provided in this subsection
38 shall lapse.

1 (4) \$154,000 of the liquor revolving account appropriation is
2 provided solely for the implementation of Engrossed House Bill No. 3901
3 (implementing welfare reform). If the bill is not enacted by June 30,
4 1997, the amount provided in this subsection shall lapse.

5 (5) \$944,000 of the liquor revolving account appropriation is
6 provided solely for the increase in vendor commissions due to the
7 higher than expected growth in sales volume.

8 **Sec. 123.** 1997 c 454 s 105 (uncodified) is amended to read as
9 follows:

10 **FOR THE MILITARY DEPARTMENT**

11	General Fund--State Appropriation (FY 1998)	\$((8,151,000))
12		<u>8,682,000</u>
13	General Fund--State Appropriation (FY 1999)	\$((8,154,000))
14		<u>8,262,000</u>
15	General Fund--Federal Appropriation	\$ 34,314,000
16	General Fund--Private/Local Appropriation	\$ 238,000
17	Flood Control Assistance Account Appropriation . . .	\$ 3,000,000
18	Enhanced 911 Account Appropriation	\$ 26,782,000
19	Disaster Response Account--State Appropriation . . .	\$((23,977,000))
20		<u>24,342,000</u>
21	Disaster Response Account--Federal Appropriation . .	\$((95,419,000))
22		<u>95,724,000</u>
23	TOTAL APPROPRIATION	(\$200,035,000)
24		<u>201,344,000</u>

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

27 (1) \$365,000 of the general fund--state appropriation for fiscal
28 year 1998, \$3,000,000 of the flood control assistance account
29 appropriation, and \$6,197,000 of the general fund--federal
30 appropriation are provided solely for deposit in the disaster response
31 account to cover costs pursuant to subsection (2) of this section.

32 (2) \$23,977,000 of the disaster response account--state
33 appropriation is provided solely for the state share of response and
34 recovery costs associated with federal emergency management agency
35 (FEMA) disaster number 1079 (November/December 1995 storms), FEMA
36 disaster 1100 (February 1996 floods), FEMA disaster 1152 (November 1996
37 ice storm), FEMA disaster 1159 (December 1996 holiday storm), FEMA
38 disaster 1172 (March 1997 floods) and to assist local governmental

1 entities with the matching funds necessary to earn FEMA funds for FEMA
2 disaster 1100 (February 1996 floods). \$356,000 of the disaster
3 response account--state appropriation is provided solely for fire
4 mobilization costs. \$9,000 of the disaster response account--state
5 appropriation is provided solely for costs associated with FEMA
6 disaster 1182 (Pend Oreille county 1997 spring flood).

7 (3) \$100,000 of the general fund--state fiscal year 1998
8 appropriation and \$100,000 of the general fund--state fiscal year 1999
9 appropriation are provided solely for the implementation of a
10 conditional scholarship program pursuant to chapter 28B.103 RCW.

11 (4) \$35,000 of the general fund--state fiscal year 1998
12 appropriation and \$35,000 of the general fund--state fiscal year 1999
13 appropriation are provided solely for the north county emergency
14 medical service.

15 **Sec. 124.** 1997 c 149 s 152 (uncodified) is amended to read as
16 follows:

17 **FOR THE STATE CONVENTION AND TRADE CENTER**

18 State Convention and Trade Center Operating Account

19 Appropriation \$ ((27,175,000))
20 27,394,000

21 (End of part)

PART II
HUMAN SERVICES

NEW SECTION. **Sec. 201.** A new section is added to 1997 c 149 (uncodified) to read as follows:

The appropriations in sections 201 through 212 of this act shall be expended for the programs and in the amounts listed. However, after May 1, 1998, unless specifically prohibited by this act, the department may transfer moneys among programs after approval by the director of financial management. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing prior to approving any deviations from the appropriation levels.

Sec. 202. 1997 c 454 s 202 (uncodified) is amended to read as follows:

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

General Fund--State Appropriation (FY 1998)	(\$196,437,000))
	<u>203,077,000</u>
General Fund--State Appropriation (FY 1999)	(\$208,861,000))
	<u>212,005,000</u>
General Fund--Federal Appropriation	(\$252,269,000))
	<u>241,882,000</u>
General Fund--Private/Local Appropriation	\$ 400,000
Violence Reduction and Drug Enforcement Account Appropriation	\$((4,230,000))
	<u>4,332,000</u>
TOTAL APPROPRIATION	(\$662,197,000))
	<u>661,696,000</u>

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

(1) \$16,510,000 of the general fund--state appropriation for fiscal year 1998 and \$17,508,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for purposes consistent with the maintenance of effort requirements under the federal temporary assistance for needy families program established under P.L. 104-193.

1 (2) \$837,000 of the violence reduction and drug enforcement account
2 appropriation and \$7,228,000 of the general fund--federal appropriation
3 are provided solely for the operation of the family policy council, the
4 community public health and safety networks, and delivery of services
5 authorized under the federal family preservation and support act.
6 Within the funds provided, the family policy council shall contract for
7 an evaluation of the community networks with the institute for public
8 policy and shall provide for audits of ten networks. Within the funds
9 provided, the family policy council may build and maintain a geographic
10 information system database tied to community network geography.

11 (3) \$577,000 of the general fund--state fiscal year 1998
12 appropriation and \$577,000 of the general fund--state fiscal year 1999
13 appropriation are provided solely to contract for the operation of one
14 pediatric interim care facility. The facility shall provide
15 residential care for up to twelve children through two years of age.
16 Seventy-five percent of the children served by the facility must be in
17 need of special care as a result of substance abuse by their mothers.
18 The facility also shall provide on-site training to biological,
19 adoptive, or foster parents. The facility shall provide at least three
20 months of consultation and support to parents accepting placement of
21 children from the facility. The facility may recruit new and current
22 foster and adoptive parents for infants served by the facility. The
23 department shall not require case management as a condition of the
24 contract.

25 (4) \$481,000 of the general fund--state fiscal year 1998
26 appropriation and \$481,000 of the general fund--state fiscal year 1999
27 appropriation are provided solely for up to three nonfacility-based
28 programs for the training, consultation, support, and recruitment of
29 biological, foster, and adoptive parents of children through age three
30 in need of special care as a result of substance abuse by their
31 mothers, except that each program may serve up to three medically
32 fragile nonsubstance-abuse-affected children. In selecting
33 nonfacility-based programs, preference shall be given to programs whose
34 federal or private funding sources have expired or that have
35 successfully performed under the existing pediatric interim care
36 program.

37 (5) \$640,000 of the general fund--state appropriation for fiscal
38 year 1998 and \$640,000 of the general fund--state appropriation for
39 fiscal year 1999 are provided solely to fund Second Substitute Senate

1 Bill No. 5710 (juvenile care and treatment), including section 2 of the
2 bill. Amounts provided in this subsection to implement Second
3 Substitute Senate Bill No. 5710 must be used to serve families who are
4 screened from the child protective services risk assessment process.
5 Services shall be provided through contracts with community-based
6 organizations. If neither bill is enacted by June 30, 1997, the
7 amounts provided in this subsection shall lapse.

8 (6) \$594,000 of the general fund--state appropriation for fiscal
9 year 1998, \$556,000 of the general fund--state appropriation for fiscal
10 year 1999, and \$290,000 of the general fund--federal appropriation are
11 provided solely to fund the provisions of Engrossed Second Substitute
12 House Bill No. 2046 (foster parent liaison). The department shall
13 establish a foster parent liaison in each department of social and
14 health services region of the state and contract with a private
15 provider to implement a recruitment and retention program for foster
16 parents and adoptive families. The department shall provide a minimum
17 of two hundred additional adoptive and foster home placements by June
18 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in
19 this subsection shall lapse.

20 (7) \$433,000 of the fiscal year 1998 general fund--state
21 appropriation, \$395,000 of the fiscal year 1999 general fund--state
22 appropriation, and \$894,000 of the general fund--federal appropriation
23 are provided solely to increase the rate paid to private child-placing
24 agencies.

25 (8) \$580,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$580,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely for development and expansion of
28 child care training requirements and optional training programs. The
29 department shall adopt rules to require annual training in early
30 childhood development of all directors, supervisors, and lead staff at
31 child care facilities. Directors, supervisors, and lead staff at child
32 care facilities include persons licensed as family child care
33 providers, and persons employed at child care centers or school age
34 child care centers. The department shall establish a program to fund
35 scholarships and grants to assist persons in meeting these training
36 requirements. The department shall also develop criteria for approving
37 training programs and establish a system for tracking who has received
38 the required level of training. In adopting rules, developing
39 curricula, setting up systems, and administering scholarship programs,

1 the department shall consult with the child care coordinating committee
2 and other community stakeholders.

3 (9) The department shall provide a report to the legislature by
4 November 1997 on the growth in additional rates paid to foster parents
5 beyond the basic monthly rate. This report shall explain why
6 exceptional, personal, and special rates are being paid for an
7 increasing number of children and why the amount paid for these rates
8 per child has risen in recent years. This report must also recommend
9 methods by which the legislature may improve the current foster parent
10 compensation system, allow for some method of controlling the growth in
11 costs per case, and improve the department's and the legislature's
12 ability to forecast the program's needs in future years.

13 (10) \$100,000 of the general fund--state appropriation for fiscal
14 year 1998 and \$100,000 of the general fund--state appropriation for
15 fiscal year 1999 are provided solely for legal costs associated with
16 the defense of vendors operating a secure treatment facility, for
17 actions arising from the good faith performance of treatment services
18 for behavioral difficulties or needs.

19 (11) \$2,745,000 of the fiscal year 1998 general fund--state
20 appropriation, \$2,745,000 of the fiscal year 1999 general fund--state
21 appropriation, and \$1,944,000 of the general fund--federal
22 appropriation are provided solely for the category of services titled
23 "intensive family preservation services."

24 (12) \$2,200,000 of the fiscal year 1998 general fund--state
25 appropriation and \$2,200,000 of the fiscal year 1999 general fund--
26 state appropriation are provided solely to continue existing continuum
27 of care and street youth projects.

28 (13) \$1,456,000 of the general fund--state appropriation for fiscal
29 year 1998, \$1,474,000 of the general fund--state appropriation for
30 fiscal year 1999 and \$1,141,000 of the general fund--federal
31 appropriation are provided solely for the improvement of quality and
32 capacity of the child care system and related consumer education. The
33 activities funded by this appropriation shall include, but not be
34 limited to: Expansion of child care resource and referral network
35 services to serve additional families, to provide technical assistance
36 to child care providers, and to cover currently unserved areas of the
37 state; development of and incentives for child care during nonstandard
38 work hours; and the development of care for infants, toddlers,
39 preschoolers, and school age youth. These amounts are provided in

1 addition to funding for child care training and fire inspections of
2 child care facilities. These activities shall also improve the quality
3 and capacity of the child care system.

4 **Sec. 203.** 1997 c 454 s 203 (uncodified) is amended to read as
5 follows:

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

8 (1) COMMUNITY SERVICES

9	General Fund--State Appropriation (FY 1998)	\$(32,305,000))
10		<u>36,073,000</u>
11	General Fund--State Appropriation (FY 1999)	\$(32,348,000))
12		<u>37,969,000</u>
13	General Fund--Federal Appropriation	\$(16,125,000))
14		<u>10,613,000</u>
15	General Fund--Private/Local Appropriation	\$ 378,000
16	Violence Reduction and Drug Enforcement Account	
17	Appropriation	\$(11,256,000))
18		<u>20,145,000</u>
19	TOTAL APPROPRIATION	\$(92,412,000))
20		<u>105,178,000</u>

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

23 ~~(a) ((\$527,000 of the violence reduction and drug enforcement~~
24 ~~account appropriation is provided solely for deposit in the county~~
25 ~~criminal justice assistance account solely for costs to the criminal~~
26 ~~justice system associated with the implementation of Engrossed Third~~
27 ~~Substitute House Bill No. 3900 (revising the juvenile code). If~~
28 ~~Engrossed Third Substitute House Bill No. 3900 is not enacted by June~~
29 ~~30, 1997, the amount provided in this subsection shall lapse. The~~
30 ~~amount provided in this subsection is intended to provide funding for~~
31 ~~county adult court costs associated with the implementation of~~
32 ~~Engrossed Third Substitute House Bill No. 3900 and shall be distributed~~
33 ~~in accordance with RCW 82.14.310.~~

34 ~~(b))~~ \$2,917,000 of the violence reduction and drug enforcement
35 account is provided solely for the implementation of Engrossed Third
36 Substitute Senate Bill No. 3900 (revising the juvenile code). The
37 amount provided in this subsection is intended to provide funding for
38 county impacts associated with the implementation of Third Substitute

1 Senate Bill No. 3900 and shall be distributed to counties as prescribed
2 in the current consolidated juvenile services (CJS) formula. If the
3 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

4 ~~((+e))~~ (b) \$2,350,000 of the general fund--state fiscal year 1998
5 appropriation and \$2,350,000 of the general fund--state fiscal year
6 1999 appropriation are provided solely for an early intervention
7 program to be administered at the county level. Moneys shall be
8 awarded on a competitive basis to counties that have submitted plans
9 for implementation of an early intervention program consistent with
10 proven methodologies currently in place in the state. The juvenile
11 rehabilitation administration shall develop criteria for evaluation of
12 plans submitted and a timeline for awarding funding and shall assist
13 counties in creating and submitting plans for evaluation.

14 ~~((+d))~~ (c) \$1,221,000 of the violence reduction and drug
15 enforcement appropriation is provided solely to implement alcohol and
16 substance abuse treatment for locally committed offenders. The
17 juvenile rehabilitation administration shall award these moneys on a
18 competitive basis to counties that have submitted a plan for the
19 provision of treatment services approved by the division of alcohol and
20 substance abuse. The juvenile rehabilitation administration shall
21 develop criteria for evaluation of plans submitted and a timeline for
22 awarding funding and shall assist counties in creating and submitting
23 plans for evaluation. If Engrossed Third Substitute House Bill No.
24 3900 (juvenile code revisions) is not enacted by June 30, 1997, the
25 amount provided in this subsection shall lapse.

26 ~~((+e))~~ (d) \$100,000 of the general fund--state fiscal year 1998
27 appropriation and \$100,000 of the general fund--state fiscal year 1999
28 appropriation are provided solely for the juvenile rehabilitation
29 administration to contract with the institute for public policy for the
30 responsibilities assigned in Engrossed Third Substitute House Bill No.
31 3900 (juvenile code revisions). If the bill is not enacted by June 30,
32 1997, the amounts provided in this subsection shall lapse.

33 ~~((+f))~~ (e) \$400,000 of the violence reduction and drug enforcement
34 account appropriation is provided solely for the development of
35 standards measuring the effectiveness of chemical dependency treatment
36 and for conducting evaluations of chemical dependency programs pursuant
37 to Engrossed Third Substitute House Bill No. 3900 (revising the
38 juvenile code). If the bill is not enacted by June 30, 1997, the
39 amount provided in this subsection shall lapse. The juvenile

1 rehabilitation administration shall consult with the division of
2 alcohol and substance abuse and contract with the University of
3 Washington to develop the standards and conduct the evaluations.

4 ~~((g))~~ (f) \$150,000 of the general fund--state fiscal year 1998
5 appropriation and \$150,000 of the general fund--state fiscal year 1999
6 appropriation are provided solely for a contract to expand the services
7 of the teamchild project to additional sites. Priority use of these
8 funds shall be to provide teamchild service to early repeat offenders
9 to help ensure they receive appropriate child welfare and educational
10 services.

11 (2) INSTITUTIONAL SERVICES

12	General Fund--State Appropriation (FY 1998)	\$ (44,782,000)
13		<u>43,715,000</u>
14	General Fund--State Appropriation (FY 1999)	\$ (44,662,000)
15		<u>46,047,000</u>
16	General Fund--Private/Local Appropriation	\$ 727,000
17	Violence Reduction and Drug Enforcement Account	
18	Appropriation	\$ 15,281,000
19	TOTAL APPROPRIATION	(\$105,452,000)
20		<u>105,770,000</u>

21 The appropriations in this subsection are subject to the following
22 conditions and limitations: \$3,680,000 of the violence reduction and
23 drug enforcement account appropriation is provided solely for the
24 implementation of Engrossed Third Substitute House Bill No. 3900
25 (juvenile code revisions). If the bill is not enacted by June 30,
26 1997, the amount provided in this subsection shall lapse.

27 (3) PROGRAM SUPPORT

28	General Fund--State Appropriation (FY 1998)	\$ (1,922,000)
29		<u>1,915,000</u>
30	General Fund--State Appropriation (FY 1999)	\$ (1,610,000)
31		<u>1,479,000</u>
32	General Fund--Federal Appropriation	\$ 156,000
33	Violence Reduction and Drug Enforcement Account	
34	Appropriation	\$ 421,000
35	TOTAL APPROPRIATION	(\$4,109,000)
36		<u>3,971,000</u>

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

3 (a) \$92,000 of the general fund--state fiscal year 1998
4 appropriation and \$36,000 of the general fund--state fiscal year 1999
5 appropriation are provided solely for the implementation of Substitute
6 Senate Bill No. 5759 (risk classification). If the bill is not enacted
7 by June 30, 1997, the amounts provided shall lapse.

8 (b) \$206,000 of the general fund--state fiscal year 1998
9 appropriation is provided solely for the implementation of Engrossed
10 Second Substitute Senate Bill No. 5710 (juvenile care and treatment).
11 If the bill is not enacted by June 30, 1997, the amount provided shall
12 lapse.

13 (c) \$97,000 of the general fund--state fiscal year 1998
14 appropriation and \$36,000 of the general fund--state fiscal year 1999
15 appropriation are provided solely for the implementation of Engrossed
16 Third Substitute House Bill No. 3900 (juvenile code revisions). If the
17 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

18 (d) Within the amounts provided in this subsection, the juvenile
19 rehabilitation administration (JRA) shall develop by January 1, 1998,
20 a staffing model for noncustody functions at JRA institutions and work
21 camps. The models should, whenever possible, reflect the most
22 efficient practices currently being used within the system.

23 **Sec. 204.** 1997 c 149 s 204 (uncodified) is amended to read as
24 follows:

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

26 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

27 General Fund--State Appropriation (FY 1998)	(\$167,577,000)
28	<u>170,940,000</u>
29 General Fund--State Appropriation (FY 1999)	(\$170,803,000)
30	<u>173,112,000</u>
31 General Fund--Federal Appropriation	(\$296,006,000)
32	<u>299,064,000</u>
33 General Fund--Private/Local Appropriation	\$ 4,000,000
34 TOTAL APPROPRIATION	(\$638,386,000)
35	<u>647,116,000</u>

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

1 (a) Regional support networks shall use portions of the general
2 fund--state appropriation for implementation of working agreements with
3 the vocational rehabilitation program which will maximize the use of
4 federal funding for vocational programs.

5 (b) From the general fund--state appropriations in this subsection,
6 the secretary of social and health services shall assure that regional
7 support networks reimburse the aging and adult services program for the
8 general fund--state cost of medicaid personal care services that
9 enrolled regional support network consumers use because of their
10 psychiatric disability.

11 (c) ~~\$(2,413,000)~~ 1,312,000 of the general fund--state
12 appropriation for fiscal year 1998 and ~~\$(2,393,000)~~ 928,000 of the
13 general fund--state appropriation for fiscal year 1999 are provided
14 solely to directly reimburse eligible providers for the medicaid share
15 of mental health services provided to persons eligible for both
16 medicaid and medicare. To be reimbursed, the service must be covered
17 by and provided in accordance with the state medicaid plan.

18 (d) \$1,304,000 of the general fund--state appropriation for fiscal
19 year 1998, \$3,356,000 of the general fund--state appropriation for
20 fiscal year 1999, and \$5,056,000 of the general fund--federal
21 appropriation are provided solely for distribution to those regional
22 support networks whose 1997-99 allocation would otherwise be less than
23 the regional support network would receive if all funding appropriated
24 in this subsection (1) of this section for medicaid outpatient mental
25 health services were distributed among all regional support networks at
26 the state-wide average per capita rate for each eligibility category.

27 (e) At least thirty days prior to entering contracts that would
28 capitate payments for voluntary psychiatric hospitalizations, the
29 mental health division shall report the proposed capitation rates, and
30 the assumptions and calculations by which they were established, to the
31 budget and forecasting divisions of the office of financial management,
32 the appropriations committee of the house of representatives, and the
33 ways and means committee of the senate.

34 (2) INSTITUTIONAL SERVICES

35	General Fund--State Appropriation (FY 1998)	\$(59,496,000)
36		<u>62,805,000</u>
37	General Fund--State Appropriation (FY 1999)	\$(59,508,000)
38		<u>62,592,000</u>
39	General Fund--Federal Appropriation	\$(127,118,000)

1		<u>134,939,000</u>
2	General Fund--Private/Local Appropriation	\$(30,940,000)
3		<u>23,285,000</u>
4	TOTAL APPROPRIATION	\$(277,062,000)
5		<u>283,621,000</u>

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

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

11 (b) The mental health program at Western state hospital shall
12 continue to use labor provided by the Tacoma prerelease program of the
13 department of corrections.

14 (3) CIVIL COMMITMENT

15	General Fund Appropriation (FY 1998)	\$(5,423,000)
16		<u>7,174,000</u>
17	General Fund Appropriation (FY 1999)	\$(6,082,000)
18		<u>7,779,000</u>
19	TOTAL APPROPRIATION	\$(11,505,000)
20		<u>14,953,000</u>

21 (4) SPECIAL PROJECTS

22	General Fund--State Appropriation (FY 1998)	\$ 50,000
23	General Fund--State Appropriation (FY 1999)	\$ 450,000
24	General Fund--Federal Appropriation	\$ 3,826,000
25	TOTAL APPROPRIATION	\$ 4,326,000

26 The appropriations in this subsection are subject to the following
27 conditions and limitations: \$50,000 of the general fund--state
28 appropriation for fiscal year 1998 and \$450,000 of the general fund--
29 state appropriation for fiscal year 1999 are provided solely for
30 development and operation of the pilot project for mentally ill
31 offenders described in Substitute Senate Bill No. 6002 (mentally ill
32 offenders). If the bill is not enacted by June 30, 1997, the amounts
33 provided shall lapse.

34 (5) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 1998)	\$(2,560,000)
36		<u>2,537,000</u>
37	General Fund--State Appropriation (FY 1999)	\$(2,395,000)

1		<u>2,373,000</u>
2	General Fund--Federal Appropriation	\$((3,111,000))
3		<u>3,085,000</u>
4	TOTAL APPROPRIATION	\$((8,066,000))
5		<u>7,995,000</u>

6 The appropriations in this subsection are subject to the following
7 conditions and limitations: \$60,000 of the general fund--state
8 appropriation for fiscal year 1998 is provided solely to increase the
9 department's capacity to carry out legislative intent set forth in RCW
10 71.24.400 through 71.24.415. To facilitate this activity, the
11 secretary shall appoint an oversight committee of project stakeholders
12 including representatives from: Service providers, mental health
13 regional support networks, the department's mental health division, the
14 department's division of alcohol and substance abuse, the department's
15 division of children and family services, and the department's medical
16 assistance administration. The oversight group shall continue to seek
17 ways to streamline service delivery as set forth in RCW 71.24.405 until
18 at least July 1, 1998.

19 **Sec. 205.** 1997 c 149 s 205 (uncodified) is amended to read as
20 follows:

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

23 (1) COMMUNITY SERVICES

24	General Fund--State Appropriation (FY 1998)	(\$ 140,172,000)
25		<u>152,700,000</u>
26	General Fund--State Appropriation (FY 1999)	(\$ 142,643,000)
27		<u>168,816,000</u>
28	General Fund--Federal Appropriation	(\$ 194,347,000)
29		<u>222,570,000</u>
30	Health Services Account Appropriation	\$ 1,695,000
31	TOTAL APPROPRIATION	(\$ 478,857,000)
32		<u>545,781,000</u>

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

35 (a) \$1,695,000 of the health services account appropriation and
36 \$1,835,000 of the general fund--federal appropriation are provided
37 solely for the enrollment in the basic health plan of home care workers

1 with family incomes below 200 percent of the federal poverty level who
2 are employed through state contracts. Enrollment in the basic health
3 plan for home care workers with family incomes at or above 200 percent
4 of poverty shall be covered with general fund--state and matching
5 general fund--federal revenues that were identified by the department
6 to have been previously appropriated for health benefits coverage, to
7 the extent that these funds had not been contractually obligated for
8 worker wage increases prior to March 1, 1996.

9 (b) \$365,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$1,543,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for employment, or other day
12 activities and training programs, for young people who complete their
13 high school curriculum in 1997 or 1998.

14 ~~(c) ((\$22,974,000 of the general fund--state appropriation for~~
15 ~~fiscal year 1998 and \$25,111,000 of the general fund--state~~
16 ~~appropriation for fiscal year 1999, plus any vendor rate increases~~
17 ~~allotted in accordance with section 213 of this act, are provided~~
18 ~~solely to deliver personal care services to an average of 6,250~~
19 ~~children and adults in fiscal year 1998 and an average of 7,100~~
20 ~~children and adults in fiscal year 1999. If the secretary of social~~
21 ~~and health services determines that total expenditures are likely to~~
22 ~~exceed these appropriated amounts, the secretary shall take action as~~
23 ~~required by RCW 74.09.520 to adjust either functional eligibility~~
24 ~~standards or service levels or both sufficiently to maintain~~
25 ~~expenditures within appropriated levels. Such action may include the~~
26 ~~adoption of emergency rules and may not be taken to the extent that~~
27 ~~projected over-expenditures are offset by under-expenditures elsewhere~~
28 ~~within the program's general fund--state appropriation.~~

29 ~~(d))~~ \$453,000 of the general fund--state appropriation for fiscal
30 year 1998, \$214,000 of the general fund--state appropriation for fiscal
31 year 1999, and \$719,000 of the general fund--federal appropriation are
32 provided solely to continue operation of the united cerebral palsy
33 residential center during the period in which its residents are phasing
34 into new community residences.

35 ~~((e))~~ (d) \$197,000 of the general fund--state appropriation for
36 fiscal year 1998 and \$197,000 of the general fund--state appropriation
37 for fiscal year 1999 are provided solely to contract with the
38 Washington initiative for supported employment for the purpose of

1 continuing the promotion of supported employment services for persons
2 with disabilities.

3 (2) INSTITUTIONAL SERVICES

4	General Fund--State Appropriation (FY 1998)	\$(63,982,000)
5		<u>65,277,000</u>
6	General Fund--State Appropriation (FY 1999)	\$(63,206,000)
7		<u>64,187,000</u>
8	General Fund--Federal Appropriation	\$(142,955,000)
9		<u>145,897,000</u>
10	General Fund--Private/Local Appropriation	\$ 9,729,000
11	TOTAL APPROPRIATION	\$(279,872,000)
12		<u>285,090,000</u>

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

15 (a) With the funds appropriated in this subsection, the secretary
16 of social and health services shall develop an eight-bed program at
17 Yakima valley school specifically for the purpose of providing respite
18 services to all eligible individuals on a state-wide basis, with an
19 emphasis on those residing in central Washington.

20 (b) \$112,000 of the general fund--state appropriation for fiscal
21 year 1998, \$113,000 of the general fund--state appropriation for
22 fiscal year 1999, and \$75,000 of the general fund--federal
23 appropriation are provided solely for a nursing community outreach
24 project at Yakima valley school. Registered nursing staff are to
25 provide nursing assessments, consulting services, training, and quality
26 assurance on behalf of individuals residing in central Washington.

27 (c) \$200,000 of the general fund--state appropriation for fiscal
28 year 1998, \$200,000 of the general fund--state appropriation for fiscal
29 year 1999, and \$400,000 of the general fund--federal appropriation are
30 provided solely for the development of a sixteen-bed program at Yakima
31 valley school specifically for the purpose of providing respite
32 services to all eligible individuals on a state-wide basis, with an
33 emphasis on those residing in central Washington.

34 (3) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 1998)	\$(2,543,000)
36		<u>2,530,000</u>
37	General Fund--State Appropriation (FY 1999)	\$(2,517,000)
38		<u>2,501,000</u>

1 General Fund--Federal Appropriation \$((~~1,645,000~~))
 2 1,637,000
 3 TOTAL APPROPRIATION \$((~~6,705,000~~))
 4 6,668,000

5 (4) SPECIAL PROJECTS

6 General Fund--Federal Appropriation \$ 12,030,000

7 **Sec. 206.** 1997 c 149 s 206 (uncodified) is amended to read as
 8 follows:

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

11 General Fund--State Appropriation (FY 1998) (\$~~392,045,000~~)
 12 409,971,000
 13 General Fund--State Appropriation (FY 1999) (\$~~416,304,000~~)
 14 429,096,000
 15 General Fund--Federal Appropriation (\$~~878,169,000~~)
 16 918,815,000
 17 Health Services Account Appropriation \$((~~6,087,000~~))
 18 2,580,000
 19 TOTAL APPROPRIATION \$ ((~~1,692,605,000~~))
 20 1,760,462,000

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

23 (1) The entire health services account appropriation and
 24 \$((~~6,076,000~~)) 3,945,000 of the general fund--federal appropriation are
 25 provided solely for the enrollment in the basic health plan of home
 26 care workers with family incomes below 200 percent of the federal
 27 poverty level who are employed through state contracts. Enrollment in
 28 the basic health plan for home care workers with family incomes at or
 29 above 200 percent of poverty shall be covered with general fund--state
 30 and matching general fund--federal revenues that were identified by the
 31 department to have been previously appropriated for health benefits
 32 coverage, to the extent that these funds had not been contractually
 33 obligated for worker wage increases prior to March 1, 1996.

34 (2) \$1,277,000 of the general fund--state appropriation for fiscal
 35 year 1998 and \$1,277,000 of the general fund--state appropriation for
 36 fiscal year 1999 are provided solely for operation of the volunteer
 37 chore program.

1 (3) (~~(\$107,997,000 of the general fund--state appropriation for~~
2 ~~fiscal year 1998 and \$120,397,000 of the general fund--state~~
3 ~~appropriation for fiscal year 1999, plus any vendor rate increases~~
4 ~~allocated to these services in accordance with section 213 of this act,~~
5 ~~are provided solely to deliver chore, COPES, and medicaid personal care~~
6 ~~services. If the secretary of social and health services determines~~
7 ~~that total expenditures are likely to exceed these amounts, the~~
8 ~~secretary shall take action as required by RCW 74.09.520, 74.39A.120,~~
9 ~~and 74.09.530 to adjust functional eligibility standards and/or service~~
10 ~~levels sufficiently to maintain expenditures within appropriated~~
11 ~~levels. Such action may include the adoption of emergency rules, and~~
12 ~~shall not be taken to the extent that projected over-expenditures are~~
13 ~~offset by under-expenditures resulting from lower than budgeted nursing~~
14 ~~home caseloads.~~

15 (4)) \$26,000 of the general fund--state appropriation for fiscal
16 year 1998, \$59,000 of the general fund--state appropriation for fiscal
17 year 1999, and \$85,000 of the general fund--federal appropriation are
18 provided solely to employ registered nurses rather than social workers
19 to fill six of the new field positions to be filled in fiscal year 1998
20 and seven more of the new positions to be filled in fiscal year 1999.
21 These registered nurses shall conduct assessments, develop and monitor
22 service plans, and consult with social work staff to assure that
23 persons with medical needs are placed in and receive the appropriate
24 level of care.

25 ((+5)) (4) \$425,000 of the general fund--state appropriation for
26 fiscal year 1998 and \$882,000 of the general fund--state appropriation
27 for fiscal year 1999 are provided solely to implement Second Substitute
28 Senate Bill No. 5179 (nursing facility reimbursement). If the bill is
29 not enacted by June 30, 1997, the amounts provided in this subsection
30 shall lapse.

31 ((+6)) (5) A maximum of \$2,193,000 of the general fund--state
32 appropriation for fiscal year 1998 and \$2,351,000 of the general fund--
33 federal appropriation for fiscal year 1998 are provided to fund the
34 medicaid share of any new prospective payment rate adjustments as may
35 be necessary in accordance with RCW 74.46.460.

36 ((+7)) (6) \$242,000 of the general fund--state appropriation for
37 fiscal year 1998, \$212,000 of the general fund--state appropriation for
38 fiscal year 1999, and \$498,000 of the general fund--federal
39 appropriation are provided solely for operation of a system for

1 investigating allegations of staff abuse and neglect in nursing homes,
2 as provided in Second Substitute House Bill No. 1850 (long-term care
3 standards of care).

4 (~~(+8)~~) (7) \$350,000 of the general fund--state appropriation for
5 fiscal year 1998 and \$382,000 of the general fund--state appropriation
6 for fiscal year 1999 are provided solely to supplement the incomes of
7 disabled legal immigrants who, because of loss of their federal
8 supplemental security income benefit, would otherwise be at risk of
9 placement into a more expensive long-term care setting.

10 (~~(+9)~~) (8)(a) The department shall establish a shadow case mix
11 payment system to educate facilities about payment system alternatives.
12 The department shall provide shadow rates beginning July 1, 1997, based
13 on the following:

14 (i) The direct care portion of the rate, usually called "nursing
15 services," shall be set under a case mix methodology that classifies
16 residents under the Resource Utilization Group III (RUG-III) Version
17 5.10 (or subsequent revision) 44 group index maximizing model based on
18 the Minimum Data Set (MDS) Version 2.0.

19 (ii) Payment to a facility shall be based on facility weighted
20 average case mix data which provides one rate to a facility reflecting
21 its mix of residents. For purposes of determining the facility's cost
22 per case mix unit, the facility average case mix score will be based on
23 the case mix of all residents. For purposes of determining the
24 facility's payment rate, the facility average case mix score shall be
25 based on the case mix of medicaid residents.

26 (iii) The direct care rates shall be adjusted prospectively each
27 quarter based on the facility's MDS 2.0 data from the quarter
28 commencing six months preceding the rate effective date. For example,
29 the MDSs for 1/1/97 - 3/31/97 shall be used to establish shadow rates
30 for 7/1/97 - 9/30/97.

31 (iv) Those costs which currently comprise nursing services as
32 defined by chapter 74.46 RCW, excluding therapies, shall be included in
33 the direct care component for case mix.

34 (v) Data from 1994 cost reports (allowable and audited costs) shall
35 be used to establish the shadow rates. The costs shall be inflated
36 comparable to fiscal year 1998 payment rates, according to RCW
37 74.46.420.

1 (vi) Separate prices, ceilings, and corridors shall be established
2 for the peer groups of metropolitan statistical area and
3 nonmetropolitan statistical area.

4 (b) The following methods shall be used to establish the shadow
5 case mix rates:

6 (i) A pricing system in which payment to a facility shall be based
7 on a price multiplied by each facility's medicaid case mix. The price,
8 per peer group, shall be established at the median direct care cost per
9 case mix unit.

10 (ii) A pricing system in which payment to a facility shall be based
11 on a price multiplied by each facility's medicaid case mix. The price,
12 per peer group, shall be based on the cost per case-mix unit of a group
13 of cost-effective benchmark facilities which meet quality standards.

14 (iii) A corridor-based system in which payment to a facility shall
15 be the facility's allowable cost per case-mix unit adjusted for case
16 mix up to a ceiling and no less than a floor. The floor, per peer
17 group, shall be established at 90 percent of the cost per case-mix unit
18 of a group of cost-effective benchmark facilities which meet quality
19 standards. The ceiling, per peer group, shall be established at 110
20 percent of the cost per case-mix unit of the group of benchmark
21 facilities.

22 (iv) A corridor-based system in which payment to a facility shall
23 be the facility's allowable cost per case-mix unit adjusted for case
24 mix up to a ceiling and no less than a floor. The floor, per peer
25 group, shall be established at 90 percent of the industry-wide median
26 direct care cost per case-mix unit. The ceiling, per peer group, shall
27 be established at 110 percent of the industry-wide median direct care
28 cost per case-mix unit.

29 (c) The department shall provide all data, information, and
30 specifications of the methods used in establishing the shadow case mix
31 rates to the nursing home provider associations.

32 (d) It is the legislature's intent that the average state payment
33 for nursing facility services under the new system increase by no more
34 than 175 percent of the health care financing administration nursing
35 home input price index, excluding capital costs. In designing the new
36 payment system, the department shall develop and propose options for
37 the combined direct and indirect rate components that assure this.

38 ~~((+10+))~~ (9) \$50,000 of the general fund--state appropriation for
39 fiscal year 1998 and \$50,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely for payments to any nursing
2 facility licensed under chapter 18.51 RCW which meets all of the
3 following criteria: (a) The nursing home entered into an arm's length
4 agreement for a facility lease prior to January 1, 1980; (b) the lessee
5 purchased the leased nursing home after January 1, 1980; and (c) the
6 lessor defaulted on its loan or mortgage for the assets of the home
7 after January 1, 1991, and prior to January 1, 1992. Payments provided
8 pursuant to this subsection shall not be subject to the settlement,
9 audit, or rate-setting requirements contained in chapter 74.46 RCW.

10 ((+11)) (10) \$546,000 of the general fund--state appropriation for
11 fiscal year 1998, \$583,000 of the general fund--state appropriation for
12 fiscal year 1999, and \$1,220,000 of the general fund--federal
13 appropriation are provided solely for an increase in the state payment
14 rates for adult residential care and enhanced adult residential care.

15 **Sec. 207.** 1997 c 454 s 204 (uncodified) is amended to read as
16 follows:

17 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
18 **PROGRAM**

19	General Fund--State Appropriation (FY 1998) . . . \$	((543,150,000))
20		<u>504,154,000</u>
21	General Fund--State Appropriation (FY 1999) . . . \$	((529,985,000))
22		<u>508,672,000</u>
23	General Fund--Federal Appropriation \$	((952,618,000))
24		<u>959,232,000</u>
25	TOTAL APPROPRIATION \$	((2,025,753,000))
26		<u>1,972,058,000</u>

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

29 ((+2)) (1) The legislature finds that, with the passage of the
30 federal personal responsibility and work opportunity act and Engrossed
31 House Bill No. 3901, the temporary assistance for needy families is no
32 longer an entitlement. The legislature declares that the currently
33 appropriated level for the program is sufficient for the next few
34 budget cycles. To the extent, however, that currently appropriated
35 amounts exceed costs during the 1997-99 biennium, the department is
36 encouraged to set aside excess federal funds for use in future years.

37 ((+3)) (2) \$485,000 of the general fund--state fiscal year 1998
38 appropriation, \$3,186,000 of the general fund--state fiscal year 1999

1 appropriation, and \$3,168,000 of the general fund--federal
2 appropriation are provided solely to continue to implement the
3 previously competitively procured electronic benefits transfer system
4 through the western states EBT alliance for distribution of cash grants
5 and food stamps so as to meet the requirements of P.L. 104-193.

6 ~~((4))~~ (3) \$50,000 of the fiscal year 1998 general fund--state
7 appropriation is provided solely for a study of child care
8 affordability as directed in section 403 of Engrossed House Bill No.
9 3901 (implementing welfare reform). The study shall be performed by
10 the Washington institute for public policy. If the bill is not enacted
11 by June 30, 1997, the amount provided in this subsection shall lapse.

12 ~~((5))~~ (4) \$500,000 of the fiscal year 1998 general fund--state
13 appropriation and \$500,000 of the fiscal year 1999 general fund--state
14 appropriation are provided solely for an evaluation of the WorkFirst
15 program as directed in section 705 of Engrossed House Bill No. 3901
16 (implementing welfare reform). The study shall be performed by the
17 joint legislative audit and review committee. If the bill is not
18 enacted by June 30, 1997, the amount provided in this subsection shall
19 lapse.

20 ~~((6))~~ (5) \$73,129,000 of the general fund--federal appropriation
21 is provided solely for child care assistance for low-income families in
22 the WorkFirst program and for low-income working families as authorized
23 in Engrossed House Bill No. 3901 (implementing welfare reform). All
24 child care assistance provided shall be subject to a monthly copay to
25 be paid by the family receiving the assistance.

26 ~~((7))~~ (6) \$7,624,000 of the fiscal year 1998 general fund--state
27 appropriation, \$18,489,000 of the fiscal year 1999 general fund--state
28 appropriation, and \$29,781,000 of the general fund--federal
29 appropriation are provided solely for implementation of Engrossed House
30 Bill No. 3901 (implementing welfare reform), including sections 404 and
31 405. If the bill is not enacted by June 30, 1997, the amounts provided
32 in this subsection shall lapse. The level of benefits in the food
33 program for legal immigrants authorized in the bill shall be equivalent
34 to benefits provided by the federal food stamp program.

35 ~~((8))~~ (7) \$89,722,000 of the fiscal year 1998 general fund--state
36 appropriation and \$75,466,000 of the fiscal year 1999 general fund--
37 state appropriation are provided solely for cash assistance to
38 recipients in the general assistance--unemployable program. The

1 department shall take any and all actions necessary to maintain
2 expenditures within these amounts.

3 ((+9)) (8) \$55,995,000 of the fiscal year 1998 general fund--state
4 appropriation, \$55,995,000 of the fiscal year 1999 general fund--state
5 appropriation, and \$184,510,000 of the general fund--federal
6 appropriation are provided solely to administer a low-income child care
7 program as authorized in Engrossed House Bill No. 3901 (implementing
8 welfare reform). The child care program funds shall be allotted as
9 follows:

10 (a) Each six-month period shall have \$27,997,500 general fund--
11 state and \$46,127,500 general fund--federal funds allotted to be spent
12 during that six-month period for low-income child care assistance.

13 (b) The department may spend up to the allotted amount for child
14 care assistance during each six-month period. Any funds not spent
15 during the six-month period may be held over and allotted in the next
16 six-month period, subject to the provisions of subsection (6) of this
17 section.

18 (c) Federal funds allotted for child care but not spent in fiscal
19 year 1998 may be transferred to fiscal year 1999 for allotment but
20 state funds must be spent in the year appropriated.

21 **Sec. 208.** 1997 c 454 s 205 (uncodified) is amended to read as
22 follows:

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

25	General Fund--State Appropriation (FY 1998)	\$(14,466,000)
26		<u>15,459,000</u>
27	General Fund--State Appropriation (FY 1999)	\$(14,334,000)
28		<u>15,330,000</u>
29	General Fund--Federal Appropriation	\$(80,497,000)
30		<u>81,112,000</u>
31	General Fund--Private/Local Appropriation	\$ 630,000
32	Violence Reduction and Drug Enforcement Account	
33	Appropriation	\$(72,900,000)
34		<u>74,889,000</u>
35	TOTAL APPROPRIATION	(\$ 182,827,000)
36		<u>187,420,000</u>

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

1 (1) \$2,062,000 of the general fund--federal appropriation and
2 \$7,482,000 of the violence reduction and drug enforcement account
3 appropriation are provided solely for the grant programs for school
4 districts and educational service districts set forth in RCW
5 28A.170.080 through 28A.170.100, including state support activities, as
6 administered through the office of the superintendent of public
7 instruction.

8 (2) \$1,902,000 of the general fund--state fiscal year 1998
9 appropriation, \$1,902,000 of the general fund--state fiscal year 1999
10 appropriation, and \$1,592,000 of the general fund--federal
11 appropriation are provided solely for alcohol and substance abuse
12 assessment, treatment, including treatment for drug affected infants
13 and toddlers, and child care services for clients of the division of
14 children and family services. Assessment shall be provided by approved
15 chemical dependency treatment programs as requested by child protective
16 services personnel in the division of children and family services.
17 Child care shall be provided as deemed necessary by the division of
18 children and family services while parents requiring alcohol and
19 substance abuse treatment are attending treatment programs.

20 (3) \$760,000 of the fiscal year 1998 general fund--state
21 appropriation and \$760,000 of the fiscal year 1999 general fund--state
22 appropriation are provided solely to fund a program serving mothers of
23 children affected by fetal alcohol syndrome and related conditions,
24 known as the birth-to-three program. The program may be operated in
25 two cities in the state.

26 **Sec. 209.** 1997 c 149 s 209 (uncodified) is amended to read as
27 follows:

28 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**
29 **PROGRAM**

30	General Fund--State Appropriation (FY 1998)	(\$684,033,000)
31		<u>658,131,000</u>
32	General Fund--State Appropriation (FY 1999)	(\$684,885,000)
33		<u>665,639,000</u>
34	General Fund--Federal Appropriation	\$ ((2,038,101,000))
35		<u>2,113,311,000</u>
36	General Fund--Private/Local Appropriation	(\$223,900,000)
37		<u>306,543,000</u>
38	Health Services Account Appropriation	(\$253,004,000)

254,506,000

Emergency Medical and Trauma Care Services

Account Appropriation \$ 4,600,000

TOTAL APPROPRIATION \$ ((3,888,523,000))

4,002,730,000

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

(1) The department shall continue to make use of the special eligibility category created for children through age 18 and in households with incomes below 200 percent of the federal poverty level made eligible for medicaid as of July 1, 1994.

(2) It is the intent of the legislature that Harborview medical center continue to be an economically viable component of the health care system and that the state's financial interest in Harborview medical center be recognized.

(3) Funding is provided in this section for the adult dental program for Title XIX categorically eligible and medically needy persons and to provide foot care services by podiatric physicians and surgeons.

(4) \$1,622,000 of the general fund--state appropriation for fiscal year 1998 and \$1,622,000 of the general fund--state appropriation for fiscal year 1999 are provided for treatment of low-income kidney dialysis patients.

(5) \$80,000 of the general fund--state appropriation for fiscal year 1998, \$80,000 of the general fund--state appropriation for fiscal year 1999, and \$160,000 of the general fund--federal appropriation are provided solely for the prenatal triage clearinghouse to provide access and outreach to reduce infant mortality.

(6) The department shall employ the managed care contracting and negotiation strategies defined in Substitute Senate Bill No. 5125 to assure that the average per-recipient cost of managed care services for temporary assistance to needy families and expansion populations increases by no more than two percent per year in calendar ((years 1998 and)) year 1999.

(7) The department shall seek federal approval to require adult medicaid recipients who are not elderly or disabled to contribute ten dollars per month toward the cost of their medical assistance coverage. The department shall report on the progress of this effort to the house

1 of representatives and senate health care and fiscal committees by
2 September 1 and November 15, 1997.

3 (8) \$325,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$325,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely to increase rates paid for air
6 ambulance services.

7 **Sec. 210.** 1997 c 149 s 210 (uncodified) is amended to read as
8 follows:

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

11	General Fund--State Appropriation (FY 1998)	\$((8,652,000))
12		<u>9,046,000</u>
13	General Fund--State Appropriation (FY 1999)	\$((8,592,000))
14		<u>8,986,000</u>
15	General Fund--Federal Appropriation	\$(79,542,000)
16		<u>78,697,000</u>
17	General Fund--Private/Local Appropriation	\$ 2,904,000
18	TOTAL APPROPRIATION	\$(99,690,000)
19		<u>99,633,000</u>

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

22 (1) The division of vocational rehabilitation shall negotiate
23 cooperative interagency agreements with local organizations, including
24 higher education institutions, mental health regional support networks,
25 and county developmental disabilities programs to improve and expand
26 employment opportunities for people with severe disabilities served by
27 those local agencies.

28 (2) \$363,000 of the general fund--state appropriation for fiscal
29 year 1998, \$506,000 of the general fund--state appropriation for fiscal
30 year 1999, and \$3,208,000 of the general fund--federal appropriation
31 are provided solely for vocational rehabilitation services for
32 individuals enrolled for services with the developmental disabilities
33 program who complete their high school curriculum in 1997 or 1998.

34 **Sec. 211.** 1997 c 454 s 206 (uncodified) is amended to read as
35 follows:

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

1	General Fund--State Appropriation (FY 1998)	\$(24,572,000)
2		<u>25,818,000</u>
3	General Fund--State Appropriation (FY 1999)	\$(23,956,000)
4		<u>25,657,000</u>
5	General Fund--Federal Appropriation	\$(40,352,000)
6		<u>42,943,000</u>
7	General Fund--Private/Local Appropriation	\$ 270,000
8	TOTAL APPROPRIATION	\$(89,150,000)
9		<u>94,688,000</u>

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

12 ~~(1) ((The department may transfer up to \$1,289,000 of the general~~
13 ~~fund--state appropriation for fiscal year 1998, \$1,757,000 of the~~
14 ~~general fund--state appropriation for fiscal year 1999, and \$2,813,000~~
15 ~~of the general fund--federal appropriation to the administration and~~
16 ~~supporting services program from various other programs to implement~~
17 ~~administrative reductions.~~

18 ~~(2))~~ The secretary of social and health services and the director
19 of labor and industries shall report to the appropriate fiscal and
20 policy committees of the legislature by July 1, 1997, and every six
21 months thereafter on the measurable changes in employee injury and
22 time-loss rates that have occurred in the state developmental
23 disabilities, juvenile rehabilitation, and mental health institutions
24 as a result of the upfront loss-control discount agreement between the
25 agencies.

26 ~~((+4))~~ (2) \$60,000 of the general fund--state appropriation for
27 fiscal year 1998 is provided solely for a welfare fraud pilot program
28 as described by House Bill No. 1822 (welfare fraud investigation).

29 ~~((+5))~~ (3) \$55,000 of the fiscal year 1998 general fund--state
30 appropriation, \$64,000 of the fiscal year 1999 general fund--state
31 appropriation, and \$231,000 of the general fund--federal appropriation
32 are provided solely for implementation of Engrossed House Bill No. 3901
33 (implementing welfare reform). If the bill is not enacted by June 30,
34 1997, the amounts provided in this subsection shall lapse.

35 **Sec. 212.** 1997 c 454 s 207 (uncodified) is amended to read as
36 follows:

37 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILD SUPPORT PROGRAM**

38 General Fund--State Appropriation (FY 1998) ~~\$(21,122,000)~~

1		<u>21,344,000</u>
2	General Fund--State Appropriation (FY 1999)	\$(20,877,000))
3		<u>20,965,000</u>
4	General Fund--Federal Appropriation	(\$145,739,000))
5		<u>145,321,000</u>
6	General Fund--Private/Local Appropriation	\$(33,207,000))
7		<u>32,673,000</u>
8	TOTAL APPROPRIATION	(\$220,945,000))
9		<u>220,303,000</u>

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

12 (1) The department shall contract with private collection agencies
13 to pursue collection of AFDC child support arrearages in cases that
14 might otherwise consume a disproportionate share of the department's
15 collection efforts. The department's child support collection staff
16 shall determine which cases are appropriate for referral to private
17 collection agencies. In determining appropriate contract provisions,
18 the department shall consult with other states that have successfully
19 contracted with private collection agencies to the extent allowed by
20 federal support enforcement regulations.

21 ((+3)) (2) The amounts appropriated in this section for child
22 support legal services shall be expended only by means of contracts
23 with local prosecutor's offices.

24 ((+4)) (3) \$305,000 of the general fund--state fiscal year 1998
25 appropriation, \$494,000 of the general fund--state fiscal year 1999
26 appropriation, and \$1,408,000 of the general fund--federal
27 appropriation are provided solely to implement Engrossed House Bill No.
28 3901 (implementing welfare reform). If the bill is not enacted by June
29 30, 1997, the amounts provided in this subsection shall lapse.

30 **Sec. 213.** 1997 c 454 s 208 (uncodified) is amended to read as
31 follows:

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

34	General Fund--State Appropriation (FY 1998)	\$(47,435,000))
35		<u>25,292,000</u>
36	General Fund--State Appropriation (FY 1999)	\$(47,514,000))
37		<u>24,679,000</u>
38	General Fund--Federal Appropriation	\$(54,366,000))

1		<u>18,935,000</u>
2	Health Services Account Appropriation	\$((1,502,000))
3		<u>0</u>
4	Violence Reduction and Drug Enforcement Account	
5	Appropriation	\$((2,215,000))
6		<u>0</u>
7	TOTAL APPROPRIATION	(\$153,032,000))
8		<u>68,906,000</u>

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

11 (~~((1) \$22,893,000 of the general fund--state appropriation for~~
12 ~~fiscal year 1998, \$22,835,000 of the general fund--state appropriation~~
13 ~~for fiscal year 1999, \$35,431,000 of the general fund--federal~~
14 ~~appropriation, \$2,215,000 of the violence reduction and drug~~
15 ~~enforcement account appropriation, and \$1,502,000 of the health~~
16 ~~services account appropriation are provided solely to increase the~~
17 ~~rates of contracted service providers. The department need not provide~~
18 ~~all vendors with the same percentage rate increase. Rather, the~~
19 ~~department is encouraged to use these funds to help assure an adequate~~
20 ~~supply of qualified vendors. Vendors providing services in markets~~
21 ~~where recruitment and retention of qualified providers is a problem may~~
22 ~~receive larger rate increases than other vendors. It is the~~
23 ~~legislature's intent that these amounts shall be used primarily to~~
24 ~~increase compensation for persons employed in direct, front-line~~
25 ~~service delivery. Any rate increases granted as a result of this~~
26 ~~section must be implemented so that the carry-forward costs into the~~
27 ~~1999-01 biennium do not exceed the amounts provided in this subsection.~~
28 ~~Within thirty days of granting a vendor rate increase under this~~
29 ~~section, the department shall report the following information to the~~
30 ~~fiscal committees of the legislature: (a) The amounts and effective~~
31 ~~dates of any increases granted; (b) the process and criteria used to~~
32 ~~determine the increases; and (c) any data used in that process. In~~
33 ~~accordance with RCW 43.88.110(1), the department and the office of~~
34 ~~financial management shall allot funds appropriated in this section to~~
35 ~~the programs and budget units from which the funds will be expended.~~
36 ~~Such allotments shall be completed no later than September 15, 1997.~~

37 (~~(2)) \$263,000 of the fiscal year 1998 general fund--state~~
38 ~~appropriation, \$349,000 of the fiscal year 1999 general fund--state~~
39 ~~appropriation, and \$1,186,000 of the general fund--federal~~

1 appropriation are provided solely for implementation of Engrossed House
2 Bill No. 3901 (implementing welfare reform). If the bill is not
3 enacted by June 30, 1997, the amounts provided in this subsection shall
4 lapse.

5 **Sec. 214.** 1997 c 454 s 210 (uncodified) is amended to read as
6 follows:

7 **FOR THE STATE HEALTH CARE AUTHORITY**

8	General Fund--State Appropriation (FY 1998)	\$	6,316,000
9	General Fund--State Appropriation (FY 1999)	\$	6,317,000
10	State Health Care Authority Administration		
11	Account Appropriation	\$	(14,719,000)
12			<u>15,006,000</u>
13	Health Services Account Appropriation		(\$330,628,000)
14			<u>344,346,000</u>
15	TOTAL APPROPRIATION		(\$357,980,000)
16			<u>371,985,000</u>

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

19 (1) The general fund--state appropriations are provided solely for
20 health care services provided through local community clinics.

21 (2) Within funds appropriated in this section and sections 205 and
22 206 of chapter 149, Laws of 1997, the health care authority shall
23 continue to provide an enhanced basic health plan subsidy option for
24 foster parents licensed under chapter 74.15 RCW and workers in state-
25 funded homecare programs. Under this enhanced subsidy option, foster
26 parents and homecare workers with family incomes below 200 percent of
27 the federal poverty level shall be allowed to enroll in the basic
28 health plan at a cost of ten dollars per covered worker per month.

29 (3) Effective October 1997, the health care authority shall require
30 organizations and individuals that are paid to deliver basic health
31 plan services to contribute a minimum of thirty dollars per enrollee
32 per month if the organization or individual chooses to sponsor an
33 individual's enrollment in the subsidized basic health plan.

34 (4) \$150,000 of the health services account appropriation is
35 provided solely to implement health care savings accounts. If
36 legislation requiring a pilot project of such accounts is not enacted
37 by June 30, 1997, the amount provided in this subsection shall lapse.

1 ((+6)) (5) \$270,000 of the health services account appropriation
2 is provided solely to pay commissions to agents and brokers in
3 accordance with RCW 70.47.015(5) for application assistance provided to
4 persons on the reservation list as of June 30, 1997, who enroll in the
5 subsidized basic health plan on or after July 1, 1997.

6 **Sec. 215.** 1997 c 149 s 217 (uncodified) is amended to read as
7 follows:

8 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

9	General Fund--Federal Appropriation	\$	100,000
10	Death Investigations Account Appropriation	\$	38,000
11	Public Safety and Education Account		
12	Appropriation	\$	(13,434,000)
13			<u>13,474,000</u>
14	Violence Reduction and Drug Enforcement Account		
15	Appropriation	\$	346,000
16	TOTAL APPROPRIATION	\$	(13,918,000)
17			<u>13,958,000</u>

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

20 (1) \$80,000 of the public safety and education account
21 appropriation is provided solely to continue the study of law
22 enforcement and corrections training begun in 1996. In conducting the
23 study, the criminal justice training commission shall consult with the
24 appropriate policy and fiscal committees of the legislature. Specific
25 elements to be addressed in the study include: (a) The feasibility and
26 the rationale for increasing basic law enforcement training from 440 to
27 600 hours; (b) the feasibility and rationale for creating a
28 certification process for law enforcement officers; (c) the feasibility
29 and rationale for expanding the correctional officers academy; (d) the
30 feasibility and rationale for expanding the juvenile service workers
31 academy and/or the adult services academy; and (e) any other items
32 considered relevant by the commission. Any recommendations made shall
33 include a plan and timeline for how they would be implemented. The
34 board on correctional training standards and education and the board on
35 law enforcement training standards and education shall be actively
36 involved in the study effort. Copies of the study shall be provided to
37 the appropriate policy and fiscal committees of the legislature and the
38 director of financial management by October 1, 1997.

1 (2) \$50,000 of the public safety and education account
 2 appropriation is provided solely to prepare a cost and fee study of the
 3 current and proposed criminal justice course offerings. The analysis
 4 shall identify total costs and major cost components for: (a) Any
 5 current training classes which are considered mandatory; and (b) any
 6 proposed or modified training courses which are considered mandatory.
 7 Mandatory classes include, but are not limited to, the following:
 8 Basic law enforcement academy, correctional officers academy,
 9 supervisory and management training of law enforcement officers,
 10 supervisory and management training of correctional officers, juvenile
 11 service workers academy, and the adult service academy. The study
 12 shall also recommend a methodology for estimating the future demand for
 13 these classes. The study shall also estimate the cost of implementing
 14 any recommendations made pursuant to subsection (1) of this section.
 15 The study shall be conducted by a private sector consultant selected by
 16 the office of financial management in consultation with the executive
 17 director of the criminal justice training commission. The final report
 18 shall be completed by January 1, 1998.

19 (3) \$92,000 of the public safety and education account
 20 appropriation is provided solely for the purpose of training law
 21 enforcement managers and supervisors.

22 (4) \$40,000 of the public safety and education account
 23 appropriation is provided solely to implement the provisions of
 24 Substitute House Bill No. 1423 (criminal justice training commission).
 25 If this bill is not enacted by June 30, 1997, the amount provided in
 26 this subsection shall lapse.

27 **Sec. 216.** 1997 c 454 s 211 (uncodified) is amended to read as
 28 follows:

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

30	General Fund Appropriation (FY 1998)	. . . . .	\$	6,805,000
31	General Fund Appropriation (FY 1999)	. . . . .	\$((	6,848,000)
32				<u>7,028,000</u>
33	Public Safety and Education Account--			
34	State Appropriation	. . . . .	\$	16,246,000
35	Public Safety and Education Account--			
36	Federal Appropriation	. . . . .	\$	6,002,000
37	Public Safety and Education Account--			
38	Private/Local Appropriation	. . . . .	\$((	2,014,000)

1		<u>2,178,000</u>
2	Electrical License Account Appropriation	\$ 22,542,000
3	Farm Labor Revolving Account Appropriation	\$ 28,000
4	Worker and Community Right-to-Know Account	
5	Appropriation	\$ 2,187,000
6	Public Works Administration Account	
7	Appropriation	\$((1,975,000))
8		<u>2,439,000</u>
9	Accident Account--State Appropriation	(\$146,901,000)
10		<u>151,836,000</u>
11	Accident Account--Federal Appropriation	\$ 9,112,000
12	Medical Aid Account--State Appropriation	(\$155,276,000)
13		<u>154,451,000</u>
14	Medical Aid Account--Federal Appropriation	\$ 1,592,000
15	Plumbing Certificate Account Appropriation	\$ 947,000
16	Pressure Systems Safety Account Appropriation	\$ 2,106,000
17	TOTAL APPROPRIATION	(\$380,581,000)
18		<u>385,499,000</u>

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

21 (1) Expenditures of funds appropriated in this section for the
22 information systems projects identified in agency budget requests as
23 "claims service delivery", "electrical permitting and inspection
24 system", and "credentialing information system" are conditioned upon
25 compliance with section 902 of this act.

26 (2) Pursuant to RCW 7.68.015, the department shall operate the
27 crime victims compensation program within the public safety and
28 education account funds appropriated in this section. In the event
29 that cost containment measures are necessary, the department may (a)
30 institute copayments for services; (b) develop preferred provider and
31 managed care contracts; (c) coordinate with the department of social
32 and health services to use the public safety and education account as
33 matching funds for federal Title XIX reimbursement, to the extent this
34 maximizes total funds available for services to crime victims.

35 (3) \$54,000 of the general fund appropriation for fiscal year 1998
36 and \$54,000 of the general fund appropriation for fiscal year 1999 are
37 provided solely for an interagency agreement to reimburse the board of
38 industrial insurance appeals for crime victims appeals.

1 (4) The secretary of social and health services and the director of
2 labor and industries shall report to the appropriate fiscal and policy
3 committees of the legislature by July 1, 1997, and every six months
4 thereafter on the measurable changes in employee injury and time-loss
5 rates that have occurred in the state developmental disabilities,
6 juvenile rehabilitation, and mental health institutions as a result of
7 the upfront loss-control discount agreement between the agencies.

8 (5) The expenditures of the elevator, factory assembled structures,
9 and contractors' registration and compliance programs may not exceed
10 the revenues generated by these programs.

11 (6) \$101,000 of the plumbing certificate account appropriation is
12 provided solely for the implementation of Substitute Senate Bill No.
13 5749 (pipe installer). If the bill is not enacted by June 30, 1997,
14 the amount provided shall lapse.

15 (7) \$56,000 of the medical aid account appropriation and \$52,000 of
16 the accident account appropriation are provided solely for evaluating
17 agency operational improvements.

18 (8) \$593,000 of nonappropriated funds from the medical aid account
19 shall be provided solely for allocation to the joint legislative audit
20 and review committee for a performance audit and operations review of
21 the state workers' compensation system pursuant to Substitute Senate
22 Bill No. 6030.

23 **Sec. 217.** 1997 c 454 s 212 (uncodified) is amended to read as
24 follows:

25 **FOR THE DEPARTMENT OF HEALTH**

26 General Fund--State Appropriation (FY 1998)	\$(62,996,000))
27	<u>63,168,000</u>
28 General Fund--State Appropriation (FY 1999)	\$(65,741,000))
29	<u>67,896,000</u>
30 General Fund--Federal Appropriation	(\$259,139,000))
31	<u>261,985,000</u>
32 General Fund--Private/Local Appropriation	\$(24,351,000))
33	<u>25,049,000</u>
34 Hospital Commission Account Appropriation	\$ 3,089,000
35 Health Professions Account Appropriation	\$(36,038,000))
36	<u>36,216,000</u>
37 Emergency Medical and Trauma Care Services Account	
38 Appropriation	\$(21,042,000))

1		12,278,000
2	Safe Drinking Water Account Appropriation	\$ 2,494,000
3	Death Investigations Account Appropriation	\$((1,000,000))
4		<u>650,000</u>
5	Drinking Water Assistance Account--Federal	
6	Appropriation	\$ 5,385,000
7	Waterworks Operator Certification Appropriation . . .	\$ 588,000
8	Water Quality Account Appropriation	\$ 3,065,000
9	Violence Reduction and Drug Enforcement	
10	Account Appropriation	\$ 469,000
11	State Toxics Control Account Appropriation	\$ 2,854,000
12	Medical Test Site Licensure Account Appropriation . .	\$ 1,624,000
13	Youth Tobacco Prevention Account Appropriation . . .	\$ 1,812,000
14	Health Services Account Appropriation	\$ 12,474,000
15	TOTAL APPROPRIATION	(\$504,161,000)
16		<u>501,096,000</u>

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

19 (1) \$2,134,000 of the health professions account appropriation is
20 provided solely for the development and implementation of a licensing
21 and disciplinary management system. Expenditures are conditioned upon
22 compliance with section 902 of this act. These funds shall not be
23 expended without appropriate project approval by the department of
24 information systems.

25 (2) Funding provided in this section for the drinking water program
26 data management system shall not be expended without appropriate
27 project approval by the department of information systems.
28 Expenditures are conditioned upon compliance with section 902 of this
29 act.

30 (3) The department is authorized to raise existing fees charged to
31 the nursing professions and midwives(~~(7)~~); by the pharmacy board(~~(7)~~);
32 and for boarding home; hospital; and home health, home care, and
33 hospice agency licenses, in excess of the fiscal growth factor
34 established by Initiative Measure No. 601, if necessary, to meet the
35 actual costs of conducting business.

36 (4) \$1,633,000 of the general fund--state fiscal year 1998
37 appropriation and \$1,634,000 of the general fund--state fiscal year
38 1999 appropriation are provided solely for the implementation of the
39 Puget Sound water work plan and agency action items, DOH-01, DOH-02,

1 DOH-03, DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11,
2 and DOH-12.

3 (5) \$10,000,000 of the health services account appropriation is
4 provided solely for distribution to local health departments for
5 distribution on a per capita basis. Prior to distributing these funds,
6 the department shall adopt rules and procedures to ensure that these
7 funds are not used to replace current local support for public health
8 programs.

9 (6) \$500,000 of the general fund--state appropriation for fiscal
10 year 1998 and \$500,000 of the general fund--state appropriation for
11 fiscal year 1999 are provided solely for operation of a youth suicide
12 prevention program at the state level, including a state-wide public
13 educational campaign to increase knowledge of suicide risk and ability
14 to respond and provision of twenty-four hour crisis hotlines, staffed
15 to provide suicidal youth and caregivers a source of instant help.

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

32 (8) \$259,000 of the health professions account appropriation is
33 provided solely to implement Engrossed House Bill No. 3901
34 (implementing welfare reform). If the bill is not enacted by June 30,
35 1997, the amounts provided in this subsection shall lapse.

36 (9) \$150,000 of the general fund--state fiscal year 1998
37 appropriation and \$150,000 of the general fund--state fiscal year 1999
38 appropriation are provided solely for community-based oral health
39 grants that may fund sealant programs, education, prevention, and other

1 oral health interventions. The grants may be awarded to state or
2 federally funded community and migrant health centers, tribal clinics,
3 or public health jurisdictions. Priority shall be given to communities
4 with established oral health coalitions. Grant applications for oral
5 health education and prevention grants shall include (a) an assessment
6 of the community's oral health education and prevention needs; (b)
7 identification of the population to be served; and (c) a description of
8 the grant program's predicted outcomes.

9 (10) ~~\$(21,042,000)~~ 12,278,000 of the emergency medical and trauma
10 care services account appropriation is provided solely for
11 implementation of Substitute Senate Bill No. 5127 (trauma care
12 services). If the bill is not enacted by June 30, 1997, the amount
13 provided in this subsection shall lapse.

14 (11) \$500,000 of the general fund--state appropriation for fiscal
15 year 1998 and \$500,000 of the general fund--state appropriation for
16 fiscal year 1999 are provided solely for family support and provider
17 training services for children with special health care needs.

18 (12) \$300,000 of the general fund--federal appropriation is
19 provided solely for an abstinence education program which complies with
20 P.L. 104-193. \$400,000 of the general fund--federal appropriation is
21 provided solely for abstinence education projects at the office of the
22 superintendent of public instruction and shall be transferred to the
23 office of the superintendent of public instruction for the 1998-99
24 school year. The department shall apply for abstinence education funds
25 made available by the federal personal responsibility and work
26 opportunity act of 1996 and implement a program that complies with the
27 requirements of that act.

28 (13) \$50,000 of the general fund--state appropriation for fiscal
29 year 1998 and \$50,000 of the general fund--state appropriation for
30 fiscal year 1999 are provided solely for the implementation of Second
31 Substitute House Bill No. 1191 (mandated health benefit review). If
32 the bill is not enacted by June 30, 1997, the amounts provided in this
33 section shall lapse.

34 (14) \$100,000 of the general fund--state appropriation for fiscal
35 year 1998 and \$100,000 of the general fund--state appropriation for
36 fiscal year 1999 are provided solely for the volunteer retired provider
37 program. Funds shall be used to increase children's access to dental
38 care services in rural and underserved communities by paying

1 malpractice insurance and professional licensing fees for retired
2 dentists participating in the program.

3 (15) \$852,000 of the drinking water assistance account--federal
4 appropriation is provided solely for an interagency agreement with the
5 department of community, trade, and economic development to administer,
6 in cooperation with the public works board, loans to local governments
7 and public water systems for projects and activities to protect and
8 improve the state's drinking water facilities and resources.

9 (16) \$3,347,000 of the fiscal year 1998 general fund--state
10 appropriation and \$3,347,000 of the fiscal year 1999 general fund--
11 state appropriation are provided solely for the AIDS prescription drug
12 program and HIV intervention program. The department shall operate the
13 program within total appropriations. The department shall take such
14 actions as are necessary to control expenditures, including
15 administrative efficiencies such as reductions to provider
16 reimbursement rates, modifications to financial eligibility,
17 modifications to the scope of services, and client cost sharing
18 mechanisms. The department shall identify program policy changes
19 required to manage within the amounts provided.

20 (17) Funding provided in this section is sufficient to implement
21 section 8 of Engrossed Substitute House Bill No. 2264 (eliminating the
22 health care policy board).

23 (18) \$2,075,000 of the fiscal year 1998 general fund--state
24 appropriation and \$2,075,000 of the fiscal year 1999 general fund--
25 state appropriation are provided solely for the Washington poison
26 center.

27 (19) \$~~((1,000,000))~~ 650,000 of the death investigations account
28 appropriation is provided solely for the implementation of state-wide
29 child mortality reviews. Local health jurisdictions shall coordinate
30 child mortality reviews for children from birth to eighteen years of
31 age, develop local child mortality review protocols, and serve as the
32 appointing authority and lead agency for local child death review
33 teams. The department of health shall develop standard aggregate data
34 elements, collect and analyze local child mortality review data,
35 provide technical assistance to local child mortality review teams, and
36 approve local child death review protocols. If House Bill No. 1269
37 (death investigations account) is not enacted by June 30, 1997, the
38 amount provided in this subsection shall lapse.

1 (20) \$1,125,000 of the fiscal year 1998 general fund--state
2 appropriation and \$1,125,000 of the fiscal year 1999 general fund--
3 state appropriation are provided solely for deposit in the county
4 public health account.

5 (21) \$60,000 of the general fund--state appropriation for fiscal
6 year 1998 and \$60,000 of the general fund--state appropriation for
7 fiscal year 1999 are provided solely for attorney general services and
8 such other activities not covered by fee revenues as are necessary for
9 implementation of Engrossed Substitute House Bill No. 2264 (health care
10 policy). If the bill is not enacted by June 30, 1997, the amounts
11 provided in this subsection shall lapse.

12 (22) \$250,000 of the fiscal year 1998 general fund--state
13 appropriation \$250,000 of the fiscal year 1999 general fund--state
14 appropriation are provided solely for operation of a naturopathic
15 health clinic constructed in 1996.

16 (23) \$279,000 of the general fund--state appropriation for fiscal
17 year 1998, \$1,145,000 of the general fund--state appropriation for
18 fiscal year 1999, and \$444,000 of the general fund--local appropriation
19 are provided solely for increased staffing for boarding home licensing
20 and inspection. The general fund--local appropriation shall be earned
21 through a fee increase to \$77.35 per day per bed effective July 1,
22 1998. The department of health, in consultation with the department of
23 social and health services, shall pursue the ability to earn Title XIX
24 federal funds for licensing and quality assurance activities for
25 medicaid residents of boarding homes.

26 (24) \$400,000 of the general fund--state appropriation for fiscal
27 year 1999 is provided solely for the department to participate with the
28 departments of ecology; community, trade, and economic development; and
29 fish and wildlife in watershed teams to support local watershed
30 planning efforts integrating water quantity, water quality, and fish
31 habitat issues.

32 (25) \$60,000 of the general fund--state appropriation for fiscal
33 year 1999 is provided solely for the implementation of Z-1221/98
34 (temporary worker housing) or substantially similar legislation. If
35 the bill is not enacted by July 1, 1998, the amount provided in this
36 subsection shall lapse.

37 **Sec. 218.** 1997 c 454 s 213 (uncodified) is amended to read as
38 follows:

1 **FOR THE DEPARTMENT OF CORRECTIONS**

2 The appropriations in this section shall be expended for the
3 programs and in the amounts listed. However, after May 1, 1998, unless
4 specifically prohibited by this act, the department may transfer moneys
5 among programs after approval by the director of financial management.
6 The director of financial management shall notify the appropriate
7 fiscal committees of the senate and house of representatives in writing
8 prior to approving any deviations from the appropriation levels.

9 (1) ADMINISTRATION AND PROGRAM SUPPORT

10	General Fund Appropriation (FY 1998)	\$(13,926,000)
11		<u>13,982,000</u>
12	General Fund Appropriation (FY 1999)	\$(13,910,000)
13		<u>14,023,000</u>
14	Violence Reduction and Drug Enforcement Account	
15	Appropriation	\$ 500,000
16	TOTAL APPROPRIATION	\$(28,336,000)
17		<u>28,505,000</u>

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

20 (a) \$187,000 of the general fund fiscal year 1998 appropriation and
21 \$155,000 of the general fund fiscal year 1999 appropriation are
22 provided solely for implementation of Substitute Senate Bill No. 5759
23 (risk classification). If the bill is not enacted by July 1, 1997, the
24 amounts provided shall lapse.

25 (b) \$500,000 of the violence reduction and drug enforcement account
26 appropriation is provided solely for a feasibility study regarding the
27 replacement of the department's offender based tracking system.

28 (2) INSTITUTIONAL SERVICES

29	General Fund--State Appropriation (FY 1998)	(\$291,745,000)
30		<u>290,322,000</u>
31	General Fund--State Appropriation (FY 1999)	(\$304,000,000)
32		<u>303,960,000</u>
33	General Fund--Federal Appropriation	\$ 18,097,000
34	Industrial Insurance Premium Rebate Account	
35	Appropriation	\$ 673,000
36	Violence Reduction and Drug Enforcement Account	
37	Appropriation	\$ 1,614,000
38	TOTAL APPROPRIATION	(\$616,129,000)

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

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

(b) \$4,839,000 of the general fund--state fiscal year 1998 appropriation and \$6,481,000 of the general fund--state fiscal year 1999 appropriation are provided solely for the criminal justice costs associated with the implementation of Engrossed Third Substitute House Bill No. 3900 (revising the juvenile code). If Engrossed Third Substitute House Bill No. 3900 is not enacted by June 30, 1997, the amounts provided shall lapse.

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

~~((e))~~ (d) \$296,000 of the general fund--state appropriation for fiscal year 1998 and \$297,000 of the general fund--state appropriation for fiscal year 1999 are provided solely to increase payment rates for contracted education providers. It is the legislature's intent that these amounts shall be used primarily to increase compensation for persons employed in direct, front-line service delivery.

~~((f))~~ (e) The department may expend funds generated by contractual agreements entered into for mitigation of severe overcrowding in local jails. If any funds are generated in excess of actual costs, they shall be deposited in the state general fund. Expenditures shall not exceed revenue generated by such agreements and shall be treated as recovery of costs.

(3) COMMUNITY CORRECTIONS

General Fund Appropriation (FY 1998)	\$(89,377,000)
	<u>89,814,000</u>
General Fund Appropriation (FY 1999)	\$(90,495,000)
	<u>91,654,000</u>
TOTAL APPROPRIATION	(\$179,872,000)
	<u>181,468,000</u>

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

3 (a) \$27,000 of the general fund fiscal year 1998 appropriation and
4 \$185,000 of the general fund fiscal year 1999 appropriation are
5 provided solely for the criminal justice costs associated with the
6 implementation of Engrossed Third Substitute House Bill No. 3900
7 (revising the juvenile code). If Engrossed Third Substitute House Bill
8 No. 3900 is not enacted by June 30, 1997, the amounts provided shall
9 lapse.

10 (b) The department of corrections shall accomplish personnel
11 reductions with the least possible impact on correctional custody
12 staff, community custody staff, and correctional industries. For the
13 purposes of this subsection, correctional custody staff means employees
14 responsible for the direct supervision of offenders.

15 (c) \$467,000 of the general fund appropriation for fiscal year 1998
16 and \$505,000 of the general fund appropriation for fiscal year 1999 are
17 provided solely to increase payment rates for contracted education
18 providers and contracted work release facilities. It is the
19 legislature's intent that these amounts shall be used primarily to
20 increase compensation for persons employed in direct, front-line
21 service delivery.

22 (4) CORRECTIONAL INDUSTRIES

23	General Fund Appropriation (FY 1998)	. . . . .	\$	4,055,000
24	General Fund Appropriation (FY 1999)	. . . . .	\$	4,167,000
25	TOTAL APPROPRIATION	. . . . .	\$	8,222,000

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

28 (a) \$100,000 of the general fund fiscal year 1998 appropriation and
29 \$100,000 of the general fund fiscal year 1999 appropriation are
30 provided solely for transfer to the jail industries board. The board
31 shall use the amounts provided only for administrative expenses,
32 equipment purchases, and technical assistance associated with advising
33 cities and counties in developing, promoting, and implementing
34 consistent, safe, and efficient offender work programs.

35 (b) \$50,000 of the general fund appropriation for fiscal year 1998
36 and \$50,000 of the general fund appropriation for fiscal year 1999 are
37 provided solely for the correctional industries board of directors to

1 hire one staff person, responsible directly to the board, to assist the
2 board in fulfilling its duties.

3 (5) INTERAGENCY PAYMENTS

4	General Fund Appropriation (FY 1998)	.\$((6,945,000))
5		<u>7,039,000</u>
6	General Fund Appropriation (FY 1999)	.\$((6,444,000))
7		<u>6,350,000</u>
8	TOTAL APPROPRIATION	.\$ 13,389,000

9 **Sec. 219.** 1997 c 454 s 214 (uncodified) is amended to read as
10 follows:

11 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

12	General Fund--State Appropriation (FY 1998)	.\$((1,260,000))
13		<u>1,286,000</u>
14	General Fund--State Appropriation (FY 1999)	.\$((1,261,000))
15		<u>2,475,000</u>
16	General Fund--Federal Appropriation	.\$(173,595,000)
17		<u>198,628,000</u>
18	General Fund--Private/Local Appropriation	.\$(24,842,000)
19		<u>28,650,000</u>
20	Unemployment Compensation Administration Account--	
21	Federal Appropriation	.\$ 181,985,000
22	Administrative Contingency Account	
23	Appropriation	.\$ 12,579,000
24	Employment Service Administrative Account	
25	Appropriation	.\$ 13,176,000
26	Employment and Training Trust Account	
27	Appropriation	.\$ ((600,000))
28		<u>948,000</u>
29	TOTAL APPROPRIATION	.\$(409,298,000)
30		<u>439,727,000</u>

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

33 (1) Expenditures of funds appropriated in this section for the
34 information systems projects identified in agency budget requests as
35 "claims and adjudication call centers", "data/wage quality initiative",
36 and "one stop information connectivity" are conditioned upon compliance
37 with section 902 of this act.

1 (2) \$600,000 of the employment and training trust account
2 appropriation is provided solely for the account's share of
3 unemployment insurance tax collection costs.

4 (3) \$1,126,000 of the general fund--federal appropriation (~~(is)~~)
5 and \$348,000 of the employment and training trust account appropriation
6 are provided solely for the continuation of job placement centers
7 colocated on community and technical college campuses.

8 (4) The employment security department shall spend no more than
9 \$25,049,511 of the unemployment compensation administration account--
10 federal appropriation for the general unemployment insurance
11 development effort (GUIDE) project, except that the department may
12 exceed this amount by up to \$2,600,000 to offset the cost associated
13 with any vendor-caused delay. The additional spending authority is
14 contingent upon the department fully recovering these moneys from any
15 project vendors failing to perform in full. Authority to spend the
16 amount provided by this subsection is conditioned on compliance with
17 section 902 of this act.

18 (5) \$60,000 of the general fund--state fiscal year 1998
19 appropriation and \$61,000 of the general fund--state fiscal year 1999
20 appropriation are provided solely for the King county reemployment
21 support center.

22 (6) \$1,200,000 of the general fund--state fiscal year 1998
23 appropriation and \$1,200,000 of the general fund--state fiscal year
24 1999 appropriation are provided solely for labor market information and
25 employer outreach activities.

26 (End of part)

PART III
NATURAL RESOURCES

Sec. 301. 1997 c 454 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 1998)	\$ ((213,000))
	<u>221,000</u>
General Fund--State Appropriation (FY 1999)	\$ ((222,000))
	<u>459,000</u>
General Fund--Private/Local Appropriation	\$ ((435,000))
	<u>578,000</u>
TOTAL APPROPRIATION	\$ ((870,000))
	<u>1,258,000</u>

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

(1) \$120,000 of the general fund--state appropriation for fiscal year 1998((,)) and \$120,000 of the general fund--state appropriation for fiscal year 1999(~~(, and \$240,000 of the general fund--local appropriation)~~) are provided solely for each Washington Columbia river gorge county to receive an \$80,000 grant for the purposes of implementing the scenic area management plan. If a Columbia river gorge county has not adopted an ordinance to implement the scenic area management plan in accordance with the national scenic area act (P.L. 99-663), then the grant funds for that county may be used by the commission to implement the plan for that county.

(2) \$115,000 of the general fund--state appropriation for fiscal year 1999 is provided solely for a grant to Skamania county for the purpose of implementing the scenic area management plan.

Sec. 302. 1997 c 454 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 1998)	\$ (27,748,000)
	<u>26,013,000</u>
General Fund--State Appropriation (FY 1999)	\$ (27,795,000)
	<u>31,369,000</u>

1	General Fund--Federal Appropriation	\$	45,315,000
2	General Fund--Private/Local Appropriation	\$	((643,000))
3			<u>1,200,000</u>
4	Special Grass Seed Burning Research Account		
5	Appropriation	\$	((42,000))
6			<u>71,000</u>
7	Reclamation Revolving Account Appropriation	\$	2,441,000
8	Flood Control Assistance Account Appropriation	\$	4,850,000
9	State Emergency Water Projects Revolving Account		
10	Appropriation	\$	319,000
11	Waste Reduction/Recycling/Litter Control		
12	Appropriation	\$	10,316,000
13	State and Local Improvements Revolving Account		
14	(Waste Facilities) Appropriation	\$	601,000
15	State and Local Improvements Revolving Account		
16	(Water Supply Facilities) Appropriation	\$	1,366,000
17	Basic Data Account Appropriation	\$	182,000
18	Vehicle Tire Recycling Account Appropriation	\$	((1,194,000))
19			<u>357,000</u>
20	Water Quality Account Appropriation	\$	2,892,000
21	Wood Stove Education and Enforcement Account		
22	Appropriation	\$	((1,055,000))
23			<u>848,000</u>
24	Worker and Community Right-to-Know Account		
25	Appropriation	\$	469,000
26	State toxics Control Account Appropriation	\$	53,715,000
27	Local toxics Control Account Appropriation	\$	4,342,000
28	Water Quality Permit Account Appropriation	\$	20,378,000
29	Underground Storage Tank Account Appropriation	\$	((2,443,000))
30			<u>2,605,000</u>
31	Solid Waste Management Account Appropriation	\$	((1,021,000))
32			<u>971,000</u>
33	Hazardous Waste Assistance Account Appropriation	\$	3,615,000
34	Air Pollution Control Account Appropriation	\$	16,224,000
35	Oil Spill Administration Account Appropriation	\$	((6,958,000))
36			<u>6,998,000</u>
37	Air Operating Permit Account Appropriation	\$	((4,033,000))
38			<u>3,808,000</u>
39	Freshwater Aquatic Weeds Account Appropriation	\$	1,829,000

1	Oil Spill Response Account Appropriation	\$	7,078,000
2	Metals Mining Account Appropriation	\$	42,000
3	Water Pollution Control Revolving Account--State		
4	Appropriation	\$	349,000
5	Water Pollution Control Revolving Account--Federal		
6	Appropriation	\$	1,726,000
7	Biosolids Permit Account Appropriation	\$	567,000
8	Environmental Excellence Account Appropriation . . .	\$	247,000
9	<u>Wastewater Operator Certification Account</u>		
10	<u>Appropriation</u>	\$	<u>177,000</u>
11	TOTAL APPROPRIATION	\$	((251,795,000))
12			<u>253,103,000</u>

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

15 (1) \$3,211,000 of the general fund--state appropriation for fiscal
16 year 1998, \$3,211,000 of the general fund--state appropriation for
17 fiscal year 1999, \$394,000 of the general fund--federal appropriation,
18 \$2,017,000 of the oil spill administration account, \$819,000 of the
19 state toxics control account appropriation, and \$3,591,000 of the water
20 quality permit fee account are provided solely for the implementation
21 of the Puget Sound work plan and agency action items DOE-01, DOE-02,
22 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09.

23 (2) \$2,000,000 of the state toxics control account appropriation is
24 provided solely for the following purposes:

25 (a) To conduct remedial actions for sites for which there are no
26 potentially liable persons, for which potentially liable persons cannot
27 be found, or for which potentially liable persons are unable to pay for
28 remedial actions; and

29 (b) To provide funding to assist potentially liable persons under
30 RCW 70.105D.070(2)(d)(xi) to pay for the cost of the remedial actions;
31 and

32 (c) To conduct remedial actions for sites for which potentially
33 liable persons have refused to conduct remedial actions required by the
34 department; and

35 (d) To contract for services as necessary to support remedial
36 actions.

37 ~~((+6))~~ (3) \$200,000 of the general fund--state appropriation for
38 fiscal year 1998 is provided solely for the implementation of Engrossed
39 Substitute House Bill No. 1118 (reopening a water rights claim filing

1 period). If the bill is not enacted by June 30, 1997, the amount
2 provided in this subsection shall lapse.

3 ~~((+7))~~ (4) \$3,600,000 of the general fund--state appropriation for
4 fiscal year 1998 and \$3,600,000 of the general fund--state
5 appropriation for fiscal year 1999 are provided solely for the auto
6 emissions inspection and maintenance program. Expenditures of the
7 amounts provided in this subsection are contingent upon a like amount
8 being deposited in the general fund from the auto emission inspection
9 fees in accordance with RCW 70.120.170(4).

10 ~~((+8))~~ (5) \$170,000 of the oil spill administration account
11 appropriation is provided solely for implementation of the Puget Sound
12 work plan action item UW-02 through a contract with the University of
13 Washington's Sea Grant program in order to develop an educational
14 program that targets small spills from commercial fishing vessels,
15 ferries, cruise ships, ports, and marinas.

16 ~~((+9))~~ (6) The merger of the office of marine safety into the
17 department of ecology shall be accomplished in a manner that will
18 maintain a priority focus on oil spill prevention, as well as maintain
19 a strong oil spill response capability. The merged program shall be
20 established to provide a high level of visibility and ensure that there
21 shall not be a diminution of the existing level of effort from the
22 merged programs.

23 ~~((+10))~~ (7) The entire environmental excellence account
24 appropriation is provided solely for the implementation of Engrossed
25 Second Substitute House Bill No. 1866 (environmental excellence). If
26 the bill is not enacted by June 30, 1997, the amount provided in this
27 subsection shall lapse. In implementing the bill, the department shall
28 organize the needed expertise to process environmental excellence
29 applications after an application has been received.

30 ~~((+11))~~ (8) \$200,000 of the freshwater aquatic weeds account
31 appropriation is provided solely to address saltcedar weed problems.

32 ~~((+12))~~ (9) \$4,498,000 of the waste reduction, recycling, and
33 litter control account appropriation is provided for fiscal year 1998
34 and \$5,818,000 is provided for fiscal year 1999 to be expended in the
35 following ratios: Fifty percent for a litter patrol program to employ
36 youth and correctional work crews to remove litter from places that are
37 most visible to the public; twenty percent for grants to local
38 governments for litter cleanup under RCW 70.93.250; and thirty percent
39 for public education and awareness programs and programs to foster

1 local waste reduction and recycling efforts. From the amounts provided
2 in this subsection, the department shall provide \$352,000 through an
3 interagency agreement to the department of corrections to hire
4 correctional crews to remove litter in areas that are not accessible to
5 youth crews.

6 ~~((13))~~ (10) The entire biosolids permit account appropriation is
7 provided solely for implementation of Engrossed Senate Bill No. 5590
8 (biosolids management). If the bill is not enacted by June 30, 1997,
9 the entire appropriation is null and void.

10 ~~((14))~~ (11) \$29,000 of the general fund--state appropriation for
11 fiscal year 1998 and \$99,000 of the general fund--state appropriation
12 for fiscal year 1999 are provided solely for the implementation of
13 Substitute House Bill No. 1985 (landscape management plans). If the
14 bill is not enacted by June 30, 1997, the amounts provided in this
15 subsection shall lapse.

16 ~~((15))~~ (12) \$60,000 of the freshwater aquatic weeds account
17 appropriation is provided solely for a grant to the department of fish
18 and wildlife to control and eradicate purple loosestrife using the most
19 cost-effective methods available, including chemical control where
20 appropriate.

21 ~~((16))~~ (13) \$250,000 of the flood control assistance account
22 appropriation is provided solely as a reappropriation to complete the
23 Skokomish valley flood reduction plan. The amount provided in this
24 subsection shall be reduced by the amount expended from this account
25 for the Skokomish valley flood reduction plan during the biennium
26 ending June 30, 1997.

27 ~~((18))~~ (14) \$600,000 of the flood control assistance account
28 appropriation is provided solely to complete flood control projects
29 that were awarded funds during the 1995-97 biennium. These funds shall
30 be spent only to complete projects that could not be completed during
31 the 1995-97 biennium due to delays caused by weather or delays in the
32 permitting process.

33 ~~((19))~~ (15) \$113,000 of the general fund--state appropriation for
34 fiscal year 1998 and \$112,000 of the general fund--state appropriation
35 for fiscal year 1999 are provided solely for implementation of
36 Substitute Senate Bill No. 5505 (assistance to water applicants). If
37 the bill is not enacted by June 30, 1997, the amounts provided in this
38 subsection shall lapse.

1 (~~((20))~~) (16) \$70,000 of the general fund--state appropriation for
2 fiscal year 1998 and \$70,000 of the general fund--state appropriation
3 for fiscal year 1999 are provided solely for implementation of
4 Substitute Senate Bill No. 5785 (consolidation of groundwater rights).
5 If the bill is not enacted by June 30, 1997, the amounts provided in
6 this subsection shall lapse.

7 (~~((21))~~) (17) \$20,000 of the general fund--state appropriation for
8 fiscal year 1998 and \$20,000 of the general fund--state appropriation
9 for fiscal year 1999 are provided solely for implementation of
10 Substitute Senate Bill No. 5276 (water right applications). If the
11 bill is not enacted by June 30, 1997, the amounts provided in this
12 subsection shall lapse.

13 (~~((23))~~) (18) \$500,000 of the general fund--state appropriation for
14 fiscal year 1998 and \$500,000 of the general fund--state appropriation
15 for fiscal year 1999 are provided solely for the continuation of the
16 southwest Washington coastal erosion study.

17 (19) \$2,316,000 of the general fund--state appropriation for fiscal
18 year 1999 is provided solely for the department to participate with the
19 departments of fish and wildlife; community, trade, and economic
20 development; and health in teams to support local watershed planning
21 efforts integrating water quantity, water quality, and fish habitat
22 issues. Of this amount, \$178,000 shall be allocated to work in the
23 lower Columbia area as part of the lower Columbia steelhead initiative.

24 (20) \$905,000 of the general fund--state appropriation for fiscal
25 year 1999 is provided solely for the department to establish total
26 maximum daily load (TMDLs) assessments on water bodies across the state
27 to meet the requirements of the memorandum of agreement between the
28 department and the United States environmental protection agency
29 regarding the implementation of section 303(d) of the federal clean
30 water act. Of this amount, \$152,000 shall be allocated to establishing
31 TMDLs in the lower Columbia area as part of the lower Columbia
32 steelhead initiative.

33 (21) \$771,000 of the general fund--state appropriation for fiscal
34 year 1999 is provided solely for additional staff for water quality
35 related inspections, permitting, and enforcement activities on dairy
36 farms. Of this amount, \$32,000 shall be allocated to work in the lower
37 Columbia area as part of the lower Columbia steelhead initiative.

38 (22) \$350,000 of the general fund--state appropriation for fiscal
39 year 1999 is provided solely for efforts to address coastal erosion.

1 Of this amount, \$275,000 is provided for a grant to the city of Ocean
2 Shores for environmental and economic studies and emergency management
3 planning.

4 (23) \$937,000 of the general fund--state appropriation for fiscal
5 year 1999 is provided solely to implement the state's responsibilities
6 in the lower Columbia steelhead initiative.

7 (24) \$46,000 of the general fund--state appropriation for fiscal
8 year 1999 is provided solely for the implementation of Z-0979.3/98
9 (flood planning). If this bill or substantially similar legislation is
10 not enacted by June 30, 1998, the amount provided in this subsection
11 shall lapse.

12 (25) \$162,000 of the underground storage tank appropriation is
13 provided solely for the implementation of Z-0961.1/98 (underground
14 storage tanks). If this bill or substantially similar legislation is
15 not enacted by June 30, 1998, the amount provided in this subsection
16 shall lapse.

17 (26) \$177,000 of the wastewater operator certification account is
18 provided solely for the implementation of Z-0947.7/98 (domestic waste
19 treatment plants). If this bill or substantially similar legislation
20 is not enacted by June 30, 1998, the amount provided in this subsection
21 shall lapse.

22 **Sec. 303.** 1997 c 454 s 303 (uncodified) is amended to read as
23 follows:

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

25	General Fund--State Appropriation (FY 1998)	\$((20,526,000))
26		<u>20,495,000</u>
27	General Fund--State Appropriation (FY 1999)	\$((20,335,000))
28		<u>21,004,000</u>
29	General Fund--Federal Appropriation	\$((2,428,000))
30		<u>4,343,000</u>
31	General Fund--Private/Local Appropriation	\$ 59,000
32	Winter Recreation Program Account Appropriation . . .	\$ 759,000
33	Off Road Vehicle Account Appropriation	\$ 251,000
34	Snowmobile Account Appropriation	\$((2,290,000))
35		<u>3,240,000</u>
36	Aquatic Lands Enhancement Account Appropriation . . .	\$ 321,000
37	Public Safety and Education Account Appropriation . .	\$ 48,000
38	Industrial Insurance Premium Refund Appropriation . .	\$ 10,000

1	Waste Reduction/Recycling/Litter Control	
2	Appropriation	\$ 34,000
3	Water Trail Program Account Appropriation	\$ 14,000
4	Parks Renewal and Stewardship Account	
5	Appropriation	\$(25,344,000)
6		<u>26,344,000</u>
7	TOTAL APPROPRIATION	\$(72,419,000)
8		<u>76,922,000</u>

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

11 (1) \$189,000 of the aquatic lands enhancement account appropriation
12 is provided solely for the implementation of the Puget Sound work plan
13 agency action items P&RC-01 and P&RC-03.

14 (2) \$264,000 of the general fund--federal appropriation is provided
15 for boater programs state-wide and for implementation of the Puget
16 Sound work plan.

17 (3) \$45,000 of the general fund--state appropriation for fiscal
18 year 1998 is provided solely for a feasibility study of a
19 public/private effort to establish a reserve for recreation and
20 environmental studies in southwest Kitsap county.

21 (4) Within the funds provided in this section, the state parks and
22 recreation commission shall provide to the legislature a status report
23 on implementation of the recommendations contained in the 1994 study on
24 the restructuring of Washington state parks. This status report shall
25 include an evaluation of the campsite reservation system including the
26 identification of any incremental changes in revenues associated with
27 implementation of the system and a progress report on other enterprise
28 activities being undertaken by the commission. The report may also
29 include recommendations on other revenue generating options. In
30 preparing the report, the commission is encouraged to work with
31 interested parties to develop a long-term strategy to support the park
32 system. The commission shall provide this report by December 1, 1997.

33 (5) ~~\$(85,000)~~ 48,000 of the general fund--state appropriation for
34 fiscal year 1998 and ~~\$(165,000)~~ 202,000 of the general fund--state
35 appropriation for fiscal year 1999 are provided solely for development
36 of underwater park programs and facilities. The department shall work
37 with the underwater parks program task force to develop specific plans
38 for the use of these funds.

1 (6) \$40,000 of the general fund--state appropriation for fiscal
2 year 1999 is provided solely for a grant for the operation of the
3 Northwest avalanche center.

4 (7) The state parks and recreation commission is authorized to
5 raise fees in excess of the fiscal growth factors established by
6 Initiative Measure No. 601.

7 **Sec. 304.** 1997 c 149 s 306 (uncodified) is amended to read as
8 follows:

9 **FOR THE CONSERVATION COMMISSION**

10	General Fund Appropriation (FY 1998)	\$	838,000
11	General Fund Appropriation (FY 1999)	\$	((840,000))
12			<u>6,914,000</u>
13	Water Quality Account Appropriation	\$	440,000
14	TOTAL APPROPRIATION	\$	((2,118,000))
15			<u>8,192,000</u>

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

18 (1) \$181,000 of the general fund appropriation for fiscal year
19 1998, \$181,000 of the general fund appropriation for fiscal year 1999,
20 and \$130,000 of the water quality account appropriation are provided
21 solely for the implementation of the Puget Sound work plan agency
22 action item CC-01.

23 (2) \$6,000,000 of the general fund appropriation for fiscal year
24 1999 is provided solely for the conservation reserve program. Not more
25 than three percent of this amount may be used for administrative
26 support.

27 (3) \$74,000 of the general fund appropriation for fiscal year 1999
28 is provided solely for the lower Columbia steelhead initiative.

29 **Sec. 305.** 1997 c 454 s 304 (uncodified) is amended to read as
30 follows:

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

32	General Fund--State Appropriation (FY 1998)	\$	((36,049,000))
33			<u>37,240,000</u>
34	General Fund--State Appropriation (FY 1999)	\$	((36,571,000))
35			<u>45,090,000</u>
36	General Fund--Federal Appropriation	\$	((73,015,000))
37			<u>74,637,000</u>

1	General Fund--Private/Local Appropriation	\$	26,758,000
2	Off Road Vehicle Account Appropriation	\$	488,000
3	Aquatic Lands Enhancement Account Appropriation . . .	\$	5,593,000
4	Public Safety and Education Account Appropriation . .	\$	590,000
5	Industrial Insurance Premium Refund Appropriation . .	\$	120,000
6	Recreational Fisheries Enhancement Appropriation . .	\$	2,387,000
7	Warm Water Game Fish Account Appropriation	\$	2,419,000
8	Wildlife Account Appropriation	\$	(52,372,000)
9			<u>51,622,000</u>
10	Game Special Wildlife Account--State Appropriation .	\$	1,911,000
11	Game Special Wildlife Account--Federal Appropriation	\$	10,844,000
12	Game Special Wildlife Account--Private/Local		
13	Appropriation	\$	350,000
14	Oil Spill Administration Account Appropriation . . .	\$	843,000
15	Environmental Excellence Account Appropriation . . .	\$	20,000
16	Eastern Washington Pheasant Enhancement Account		
17	Appropriation	\$	547,000
18	TOTAL APPROPRIATION		(\$250,877,000)
19			<u>261,459,000</u>

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

22 (1) \$1,181,000 of the general fund--state appropriation for fiscal
23 year 1998 and \$1,181,000 of the general fund--state appropriation for
24 fiscal year 1999 are provided solely for the implementation of the
25 Puget Sound work plan agency action items DFW-01, DFW-03, DFW-04, and
26 DFW-8 through DFW-15.

27 (2) \$188,000 of the general fund--state appropriation for fiscal
28 year 1998 and \$155,000 of the general fund--state appropriation for
29 fiscal year 1999 are provided solely for a maintenance and inspection
30 program for department-owned dams. The department shall submit a
31 report to the governor and the appropriate legislative committees by
32 October 1, 1998, on the status of department-owned dams. This report
33 shall provide a recommendation, including a cost estimate, on whether
34 each facility should continue to be maintained or should be
35 decommissioned.

36 (3) \$832,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$825,000 of the general fund--state appropriation for
38 fiscal year 1999 are provided solely to implement salmon recovery

1 activities and other actions required to respond to federal listings of
2 salmon species under the endangered species act.

3 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the
4 general fund--state appropriation for fiscal year 1998, and \$73,000 of
5 the general fund--state appropriation for fiscal year 1999 are provided
6 solely for control and eradication of class B designate weeds on
7 department owned and managed lands. The amounts from the general
8 fund--state appropriations are provided solely for control of spartina.

9 (5) \$140,000 of the wildlife account appropriation is provided
10 solely for a cooperative effort with the department of agriculture for
11 research and eradication of purple loosestrife on state lands.

12 (6) In controlling weeds on state-owned lands, the department shall
13 use the most cost-effective methods available, including chemical
14 control where appropriate, and the department shall report to the
15 appropriate committees of the legislature by January 1, 1998, on
16 control methods, costs, and acres treated during the previous year.

17 ~~(7) ((A maximum of \$1,000,000 is provided from the wildlife fund
18 for fiscal year 1998. The amount provided in this subsection is for
19 the emergency feeding of deer and elk that may be starving and that are
20 posing a risk to private property due to severe winter conditions
21 during the winter of 1997-98. The amount expended under this
22 subsection must not exceed the amount raised pursuant to section 3 of
23 Substitute House Bill No. 1478. Of the amount expended under this
24 subsection, not more than fifty percent may be from fee revenue
25 generated pursuant to section 3 of Substitute House Bill No. 1478. If
26 the bill is not enacted by June 30, 1997, the amount provided in this
27 subsection shall lapse.~~

28 ~~(8))~~ \$193,000 of the general fund--state appropriation for fiscal
29 year 1998, \$194,000 of the general fund--state appropriation for fiscal
30 year 1999, and \$300,000 of the wildlife account appropriation are
31 provided solely for the design and development of an automated license
32 system.

33 ~~((9))~~ (8) The department is directed to offer for sale its Cessna
34 421 aircraft by June 30, 1998. Proceeds from the sale shall be
35 deposited in the wildlife account.

36 ~~((10))~~ (9) \$500,000 of the general fund--state appropriation for
37 fiscal year 1998 and \$500,000 of the general fund--state appropriation
38 for fiscal year 1999 are provided solely to continue the department's
39 habitat partnerships program during the 1997-99 biennium.

1 ~~((11))~~ (10) \$350,000 of the general fund--state appropriation for
2 fiscal year 1998 and \$350,000 of the general fund--state appropriation
3 for fiscal year 1999 are provided solely for purchase of monitoring
4 equipment necessary to fully implement mass marking of coho salmon.

5 ~~((12))~~ (11) \$238,000 of the general fund--state appropriation for
6 fiscal year 1998 and \$219,000 of the general fund--state appropriation
7 for fiscal year 1999 are provided solely for the implementation of
8 Substitute House Bill No. 1985 (landscape management plans). If the
9 bill is not enacted by June 30, 1997, the amounts provided in this
10 subsection shall lapse.

11 ~~((13))~~ (12) \$150,000 of the general fund--state appropriation for
12 fiscal year 1998 and \$150,000 of the general fund--state appropriation
13 for fiscal year 1999 are provided solely for a contract with the United
14 States department of agriculture to carry out animal damage control
15 projects throughout the state related to cougars, bears, and coyotes.

16 ~~((14))~~ (13) \$97,000 of the general fund--state appropriation for
17 fiscal year 1998 and \$98,000 of the general fund--state appropriation
18 for fiscal year 1999 are provided solely to implement animal damage
19 control programs for Canada geese in the lower Columbia river basin.

20 ~~((15))~~ (14) \$170,000 of the general fund--state appropriation for
21 fiscal year 1998, \$170,000 of the general fund--state appropriation for
22 fiscal year 1999, and \$360,000 of the wildlife account appropriation
23 are provided solely to hire additional enforcement officers to address
24 problem wildlife throughout the state.

25 ~~((17))~~ (15) \$133,000 of the general fund--state appropriation for
26 fiscal year 1998 and \$133,000 of the general fund--state appropriation
27 for fiscal year 1999 are provided solely to implement Substitute Senate
28 Bill No. 5442 (flood control permitting). If the bill is not enacted
29 by June 30, 1997, the amounts provided in this subsection shall lapse.

30 ~~((18))~~ (16) \$100,000 of the aquatic lands enhancement account
31 appropriation is provided solely for grants to the regional fisheries
32 enhancement groups.

33 ~~((19))~~ (17) \$547,000 of the eastern Washington pheasant
34 enhancement account appropriation is provided solely for implementation
35 of Substitute Senate Bill No. 5104 (pheasant enhancement program). If
36 the bill is not enacted by June 30, 1997, the amounts provided in this
37 subsection shall lapse.

38 ~~((20))~~ (18) \$150,000 of the general fund--state appropriation for
39 fiscal year 1998 and \$150,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely to hire Washington
2 conservation corps crews to maintain department-owned and managed
3 lands.

4 (~~(21)~~) (19) The entire environmental excellence account
5 appropriation is provided solely for implementation of Engrossed Second
6 Substitute House Bill No. 1866 (environmental excellence). If the bill
7 is not enacted by June 30, 1997, the entire appropriation is null and
8 void.

9 (~~(22)~~) (20) \$156,000 of the recreational fisheries enhancement
10 appropriation is provided solely for Substitute Senate Bill No. 5102
11 (fishing license surcharge). If the bill is not enacted by June 30,
12 1997, the amount provided in this subsection shall lapse.

13 (~~(23)~~) (21) \$25,000 of the general fund--state appropriation for
14 fiscal year 1998 and \$25,000 of the general fund--state appropriation
15 for fiscal year 1999 are provided solely for staffing and operation of
16 the Tennant Lake interpretive center.

17 (22) \$891,000 of the general fund--state appropriation for fiscal
18 year 1999 is provided solely for the operation of the governor's salmon
19 team.

20 (23) \$2,740,000 of the general fund--state appropriation for fiscal
21 year 1999 is provided solely to address fish passage barriers across
22 the state. These funds shall be spent in the following manner: (a)
23 \$600,000 for grants to local governments to inventory fish passage
24 barriers; (b) \$1,425,000 for grants to local governments and state
25 agencies to correct fish passage barriers. Of this amount, at least
26 \$825,000 is for projects in the lower Columbia steelhead evolutionary
27 significant unit including Cedar Creek; (c) \$481,000 for technical
28 assistance to local governments for inventory and barrier correction
29 projects and the development of a computerized inventory of fish
30 passage barriers on state highways.

31 (24) \$1,104,000 of the general fund--state appropriation for fiscal
32 year 1999 is provided solely to implement the state's responsibilities
33 in the lower Columbia steelhead initiative.

34 (25) \$1,170,000 of the general fund--state appropriation for fiscal
35 year 1999 and \$3,500,000 of the general fund--federal appropriation are
36 provided solely to implement a license buy-back program for commercial
37 fishing licenses.

38 (26) \$939,000 of the general fund--state appropriation for fiscal
39 year 1998 and \$939,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for fish and wildlife enforcement
2 officers on the Columbia river for which funding from the Bonneville
3 power administration has been eliminated.

4 (27) \$483,000 of the general fund--state appropriation for fiscal
5 year 1999 is provided solely for the department to participate with the
6 departments of ecology; community, trade, and economic development; and
7 health in teams to support local watershed planning efforts integrating
8 water quantity, water quality, and fish habitat issues.

9 (28) \$546,000 of the general fund--state appropriation for fiscal
10 year 1999 is provided solely for partnership grants for salmonid
11 restoration projects across the state.

12 (29) \$448,000 of the general fund--state appropriation for fiscal
13 year 1998 and \$789,000 of the general fund--state appropriation for
14 fiscal year 1999 are provided solely for the department to conduct
15 marbled murrelet surveys on privately owned forest lands in western
16 Washington as required by new forest practice rules adopted July 10,
17 1997.

18 (30) \$250,000 of the general fund--state appropriation for fiscal
19 year 1999 is provided solely for excessive deer and elk damage claims.

20 **Sec. 306.** 1997 c 454 s 305 (uncodified) is amended to read as
21 follows:

22 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

23	General Fund--State Appropriation (FY 1998)	\$	23,767,000
24	General Fund--State Appropriation (FY 1999)	\$	((24,168,000))
25			<u>24,918,000</u>
26	General Fund--Federal Appropriation	\$	1,156,000
27	General Fund--Private/Local Appropriation	\$	422,000
28	Forest Development Account Appropriation	\$	49,923,000
29	Off Road Vehicle Account Appropriation	\$	3,628,000
30	Surveys and Maps Account Appropriation	\$	2,088,000
31	Aquatic Lands Enhancement Account Appropriation	\$	4,869,000
32	Resources Management Cost Account Appropriation	\$	89,613,000
33	Waste Reduction/Recycling/Litter Control		
34	Appropriation	\$	450,000
35	Surface Mining Reclamation Account Appropriation	\$	1,420,000
36	Aquatic Land Dredged Material Disposal Site Account		
37	Appropriation	\$	751,000
38	Natural Resources Conservation Areas Stewardship		

1	Account Appropriation	\$	77,000
2	Air Pollution Control Account Appropriation	\$	890,000
3	Metals Mining Account Appropriation	\$	62,000
4	TOTAL APPROPRIATION	\$	((203,284,000))
5			<u>204,034,000</u>

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

8 (1) \$7,017,000 of the general fund--state appropriation for fiscal
9 year 1998 and \$6,900,000 of the general fund--state appropriation for
10 fiscal year 1999 are provided solely for emergency fire suppression.

11 (2) \$18,000 of the general fund--state appropriation for fiscal
12 year 1998, \$18,000 of the general fund--state appropriation for fiscal
13 year 1999, and \$957,000 of the aquatic lands enhancement account
14 appropriation are provided solely for the implementation of the Puget
15 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

16 (3) \$450,000 of the resource management cost account appropriation
17 is provided solely for the control and eradication of class B designate
18 weeds on state lands. The department shall use the most cost-effective
19 methods available, including chemical control where appropriate, and
20 report to the appropriate committees of the legislature by January 1,
21 1998, on control methods, costs, and acres treated during the previous
22 year.

23 (4) \$1,332,000 of the general fund--state appropriation for fiscal
24 year 1998 and \$1,713,000 of the general fund--state appropriation for
25 fiscal year 1999 are provided solely for fire protection activities.

26 (5) \$541,000 of the general fund--state appropriation for fiscal
27 year 1998 and \$549,000 of the general fund--state appropriation for
28 fiscal year 1999 are provided solely for the stewardship of natural
29 area preserves, natural resource conservation areas, and the operation
30 of the natural heritage program.

31 (6) \$2,300,000 of the aquatic lands enhancement account
32 appropriation is provided for the department's portion of the Eagle
33 Harbor settlement.

34 (7) \$195,000 of the general fund--state appropriation for fiscal
35 year 1998 and \$220,000 of the general fund--state appropriation for
36 fiscal year 1999 are provided solely for the implementation of
37 Substitute House Bill No. 1985 (landscape management plans). If the
38 bill is not enacted by June 30, 1997, the amounts provided in this
39 subsection shall lapse.

1 (8) \$600,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$600,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for the cooperative monitoring,
4 evaluation, and research projects related to implementation of the
5 timber-fish-wildlife agreement.

6 (9) \$6,568,000 of the forest development account appropriation is
7 provided solely for silviculture activities on forest board lands. To
8 the extent that forest board counties apply for reconveyance of lands
9 pursuant to Substitute Senate Bill No. 5325 (county land transfers),
10 the amount provided in this subsection shall be reduced by an amount
11 equal to the estimated silvicultural expenditures planned in each
12 county that applies for reconveyance.

13 (10) \$750,000 of the general fund--state appropriation for fiscal
14 year 1999 is provided solely for replacement of mobile radio systems to
15 ensure compatibility with and usage of new radio channels. Replacement
16 of systems may only occur where failure to convert to new channels
17 within one year could result in loss of channel licenses.

18 **Sec. 307.** 1997 c 149 s 309 (uncodified) is amended to read as
19 follows:

20 **FOR THE DEPARTMENT OF AGRICULTURE**

21	General Fund--State Appropriation (FY 1998)	\$((7,596,000))
22		<u>7,672,000</u>
23	General Fund--State Appropriation (FY 1999)	\$((7,008,000))
24		<u>8,331,000</u>
25	General Fund--Federal Appropriation	\$((4,716,000))
26		<u>5,077,000</u>
27	General Fund--Private/Local Appropriation	\$ 405,000
28	Aquatic Lands Enhancement Account Appropriation . . .	\$ 806,000
29	Industrial Insurance Premium Refund Appropriation . .	\$ 184,000
30	State Toxics Control Account Appropriation	\$ 1,338,000
31	TOTAL APPROPRIATION	\$((22,053,000))
32		<u>23,813,000</u>

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

35 (1) \$35,000 of the general fund--state appropriation for fiscal
36 year 1998 and \$36,000 of the general fund--state appropriation for
37 fiscal year 1999 are provided solely for technical assistance on

1 pesticide management including the implementation of the Puget Sound
2 work plan agency action item DOA-01.

3 (2) \$461,000 of the general fund--state appropriation for fiscal
4 year 1998, \$421,000 of the general fund--state appropriation for fiscal
5 year 1999, and \$((361,000)) 722,000 of the general fund--federal
6 appropriation are provided solely to monitor and eradicate the Asian
7 gypsy moth.

8 (3) \$138,000 of the general fund--state appropriation for fiscal
9 year 1998 and \$138,000 of the general fund--state appropriation for
10 fiscal year 1999 are provided solely for two additional staff positions
11 in the plant protection program.

12 (4) \$12,000 of the general fund--state appropriation for fiscal
13 year 1998 and \$13,000 of the general fund--state appropriation for
14 fiscal year 1999 are provided solely for the implementation of
15 Substitute Senate Bill No. 5077 (integrated pest management). If the
16 bill is not enacted by June 30, 1997, the amount provided in this
17 subsection shall lapse.

18 (5) \$67,000 of the general fund--state appropriation for fiscal
19 year 1998 and \$191,000 of the general fund--state appropriation for
20 fiscal year 1999 are provided solely for a study on fertilizer safety.

21 **Sec. 308.** 1997 c 149 s 310 (uncodified) is amended to read as
22 follows:

23 **FOR THE WASHINGTON POLLUTION LIABILITY REINSURANCE PROGRAM**

24 Pollution Liability Insurance Program Trust Account

25	Appropriation	\$ ((909,000))
26		<u>1,009,000</u>

27 (End of part)

PART IV
TRANSPORTATION

Sec. 401. 1997 c 149 s 401 (uncodified) is each amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund Appropriation (FY 1998)	\$((4,536,000))
	<u>4,686,000</u>
General Fund Appropriation (FY 1999)	\$((4,409,000))
	<u>4,532,000</u>
Architects' License Account Appropriation	\$ ((857,000))
	<u>829,000</u>
Cemetery Account Appropriation	\$ ((188,000))
	<u>232,000</u>
Professional Engineers' Account Appropriation	\$((2,674,000))
	<u>2,700,000</u>
Real Estate Commission Account Appropriation	\$((6,708,000))
	<u>7,062,000</u>
Master License Account Appropriation	\$((6,998,000))
	<u>6,963,000</u>
Uniform Commercial Code Account Appropriation	\$((4,291,000))
	<u>3,521,000</u>
Real Estate Education Account Appropriation	\$ 606,000
Funeral Directors And Embalmers Account Appropriation	\$ ((409,000))
	<u>418,000</u>
TOTAL APPROPRIATION	\$ ((31,676,000))
	<u>31,549,000</u>

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

(1) \$21,000 of the general fund fiscal year 1998 appropriation and \$22,000 of the general fund fiscal year 1999 appropriation are provided solely to implement House Bill No. 1827 or Senate Bill No. 5754 (boxing, martial arts, wrestling). If neither bill is enacted by June 30, 1997, the amounts provided in this subsection shall lapse.

(2) \$40,000 of the master license account appropriation is provided solely to implement Substitute Senate Bill No. 5483 (whitewater river

1 outfitters). If the bill is not enacted by June 30, 1997, the amount
2 provided in this subsection shall lapse.

3 (3) \$229,000 of the general fund fiscal year 1998 appropriation and
4 \$195,000 of the general fund fiscal year 1999 appropriation are
5 provided solely for the implementation of Senate Bill No. 5997
6 (cosmetology inspections). If the bill is not enacted by June 30,
7 1997, the amount provided in this subsection shall lapse.

8 (4) \$31,000 of the general fund fiscal year 1998 appropriation,
9 \$1,000 of the general fund fiscal 1999 appropriation, \$7,000 of the
10 architects' license account appropriation, \$18,000 of the professional
11 engineers' account appropriation, \$14,000 of the real estate commission
12 account appropriation, \$40,000 of the master license account
13 appropriation, and \$3,000 of the funeral directors and embalmers
14 account appropriation are provided solely for the implementation of
15 Engrossed House Bill No. 3901 (implementing welfare reform). If the
16 bill is not enacted by June 30, 1997, the amounts provided in this
17 subsection shall lapse.

18 (5) \$17,000 of the professional engineers' account appropriation is
19 provided solely to implement Senate Bill No. 5266 (engineers/land
20 surveyors). If the bill is not enacted by June 30, 1997, the amount
21 provided in this subsection shall lapse.

22 (6) \$110,000 of the general fund fiscal year 1998 appropriation is
23 provided solely to implement Senate Bill No. 5998 (cosmetology advisory
24 board). If the bill is not enacted by June 30, 1997, the amount
25 provided in this subsection shall lapse.

26 ~~(7) ((\$74,000 of the uniform commercial code account appropriation~~
27 ~~is provided solely to implement Engrossed Senate Bill No. 5163 (UCC~~
28 ~~filing). If the bill is not enacted by June 30, 1997, the amount~~
29 ~~provided in this subsection shall lapse.~~

30 ~~(8))~~ \$11,000 of the general fund fiscal year 1998 appropriation
31 and \$2,000 of the general fund fiscal year 1999 appropriation are
32 provided solely to implement Substitute House Bill No. 1748 or
33 Substitute Senate Bill No. 5513 (vessel registration). If neither bill
34 is enacted by June 30, 1997, the amount provided in this subsection
35 shall lapse.

36 (8) Within the appropriations provided in this section, the
37 department shall conduct a study of the professional athletics program.
38 The study shall examine current program responsibilities and compare
39 Washington's regulation of professional sporting events with programs

1 in other states. The study should include recommendations to improve
 2 Washington's regulatory system. In addition, the department should
 3 examine the sufficiency of current revenue mechanisms. The department
 4 shall report its findings and recommendations to the governor and the
 5 relevant committees of the legislature by September 30, 1998.

6 (9) The department is authorized to raise existing fees charged in
 7 the following programs: Engineers and land surveyors, architects,
 8 appraisers, auctioneers, camp resorts, cemetery, court reporters,
 9 cosmetology, employment agencies, professional athletics, security
 10 guards, and uniform commercial code, in excess of the fiscal growth
 11 factor established by Initiative Measure No. 601, if necessary, to meet
 12 the actual cost of conducting business as required under RCW 43.24.086.

13 **Sec. 402.** 1997 c 149 s 402 (uncodified) is each amended to read as
 14 follows:

15 **FOR THE STATE PATROL**

16	General Fund--State Appropriation (FY 1998) \$	7,712,000
17	General Fund--State Appropriation (FY 1999) \$	((7,850,000))
18		<u>9,835,000</u>
19	General Fund--Federal Appropriation \$	3,990,000
20	General Fund--Private/Local Appropriation \$	341,000
21	Public Safety and Education Account	
22	Appropriation \$	4,652,000
23	County Criminal Justice Assistance Account	
24	Appropriation \$	3,905,000
25	Municipal Criminal Justice Assistance Account	
26	Appropriation \$	1,573,000
27	Fire Service Trust Account Appropriation \$	92,000
28	Fire Service Training Account Appropriation . . . \$	((1,762,000))
29		<u>2,295,000</u>
30	State Toxics Control Account Appropriation . . . \$	439,000
31	Violence Reduction and Drug Enforcement Account	
32	Appropriation \$	((310,000))
33		<u>670,000</u>
34	Fingerprint Identification Account Appropriation \$	((3,082,000))
35		<u>3,220,000</u>
36	TOTAL APPROPRIATION \$	((35,708,000))
37		<u>38,724,000</u>

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

3 (1) \$254,000 of the fingerprint identification account
4 appropriation is provided solely for an automated system that will
5 facilitate the access of criminal history records remotely by computer
6 or telephone for preemployment background checks and other non-law
7 enforcement purposes. The agency shall submit an implementation status
8 report to the office of financial management and the legislature by
9 September 1, 1997.

10 (2) \$264,000 of the general fund--federal appropriation is provided
11 solely for a feasibility study to develop a criminal investigation
12 computer system. The study will report on the feasibility of
13 developing a system that uses incident-based reporting as its
14 foundation, consistent with FBI standards. The system will have the
15 capability of connecting with local law enforcement jurisdictions as
16 well as fire protection agencies conducting arson investigations. The
17 study will report on the system requirements for incorporating case
18 management, intelligence data, imaging, and geographic information.
19 The system will also provide links to existing crime information
20 databases such as WASIS and WACIC. The agency shall submit a copy of
21 the proposed study workplan to the office of financial management and
22 the department of information services for approval prior to
23 expenditure. A final report shall be submitted to the appropriate
24 committees of the legislature, the office of financial management, and
25 the department of information services no later than June 30, 1998.

26 (3) The agency is authorized to increase background fingerprint
27 check fees charged to current and potential school district and
28 educational service district employees in excess of the fiscal growth
29 factor established by Initiative Measure No. 601.

30 (End of part)

PART V
EDUCATION

Sec. 501. 1997 c 454 s 501 (uncodified) is each amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STATE ADMINISTRATION

General Fund--State Appropriation (FY 1998) . . . \$	((20,758,000))
	<u>20,408,000</u>
General Fund--State Appropriation (FY 1999) . . . \$	((40,775,000))
	<u>66,263,000</u>
General Fund--Federal Appropriation \$	49,439,000
Public Safety and Education Account	
Appropriation \$	2,598,000
Violence Reduction and Drug Enforcement Account	
Appropriation \$	3,672,000
Education Savings Account Appropriation \$	((39,312,000))
	<u>45,312,000</u>
TOTAL APPROPRIATION \$	((156,554,000))
	<u>187,692,000</u>

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

(1) AGENCY OPERATIONS

(a) \$394,000 of the general fund--state appropriation for fiscal year 1998 and \$394,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities.

(b)(i) \$250,000 of the general fund--state appropriation for fiscal year 1998 and \$250,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for enhancing computer systems and support in the office of superintendent of public instruction. These amounts shall be used to: Make a database of school information available electronically to schools, state government, and the general public; reduce agency and school district administrative costs through more effective use of technology; and replace paper reporting and publication to the extent feasible with electronic media. The

1 superintendent, in cooperation with the commission on student learning,
2 shall develop a state student record system including elements
3 reflecting student achievement. The system shall be made available to
4 the office of financial management and the legislature with suitable
5 safeguards of student confidentiality. The superintendent shall report
6 to the office of financial management and the legislative fiscal
7 committees by December 1 of each year of the biennium on the progress
8 and plans for the expenditure of these amounts.

9 (ii) The superintendent, in cooperation with the commission on
10 student learning, shall develop a feasibility plan for a state student
11 record system, including elements reflecting student academic
12 achievement on goals 1 and 2 under RCW 28A.150.210. The feasibility
13 plan shall be made available to the office of financial management and
14 the fiscal and education committees of the legislature for approval
15 before a student records database is established, and shall identify
16 data elements to be collected and suitable safeguards of student
17 confidentiality and proper use of database records, with particular
18 attention to eliminating unnecessary and intrusive data about
19 nonacademic related information.

20 (c) \$348,000 of the public safety and education account
21 appropriation is provided solely for administration of the traffic
22 safety education program, including in-service training related to
23 instruction in the risks of driving while under the influence of
24 alcohol and other drugs.

25 (d) \$50,000 of the general fund--state appropriation for fiscal
26 year 1998 and \$50,000 of the general fund--state appropriation for
27 fiscal year 1999 are provided solely to implement Substitute Senate
28 Bill No. 5394 (school audit resolutions).

29 (2) STATE-WIDE PROGRAMS

30 (a) \$2,174,000 of the general fund--state appropriation is provided
31 for in-service training and educational programs conducted by the
32 Pacific Science Center.

33 (b) \$63,000 of the general fund--state appropriation is provided
34 for operation of the Cispus environmental learning center.

35 (c) \$2,754,000 of the general fund--state appropriation is provided
36 for educational centers, including state support activities. \$100,000
37 of this amount is provided to help stabilize funding through
38 distribution among existing education centers that are currently funded
39 by the state at an amount less than \$100,000 a biennium.

1 (d) \$100,000 of the general fund--state appropriation is provided
2 for an organization in southwest Washington that received funding from
3 the Spokane educational center in the 1995-97 biennium and provides
4 educational services to students who have dropped out.

5 (e) ~~\$(2,500,000))~~ 2,150,000 of the general fund--state fiscal year
6 1998 appropriation and ~~\$(2,500,000))~~ 2,150,000 of the general fund--
7 state fiscal year 1999 appropriation are provided solely ~~((for~~
8 ~~implementation of reading initiatives to improve reading in early~~
9 ~~grades as enacted by the 1997 legislature. Of this amount: (ii)~~
10 ~~\$4,300,000 is provided solely))~~ to implement Engrossed Substitute House
11 Bill No. 2042. Funds shall be used solely for the selection of the
12 second grade reading tests in accordance with section 2 of the
13 bill~~((7))~~; testing material, scoring, and training costs associated
14 with the administration of the tests in the 1998-99 school year in
15 accordance with sections 3 and 5 of the bill; and grants to school
16 districts in accordance with sections 4 and 7 of the bill.

17 (f) \$3,672,000 of the violence reduction and drug enforcement
18 account appropriation and \$2,250,000 of the public safety education
19 account appropriation are provided solely for matching grants to
20 enhance security in schools. Not more than seventy-five percent of a
21 district's total expenditures for school security in any school year
22 may be paid from a grant under this subsection. The grants shall be
23 expended solely for the costs of employing or contracting for building
24 security monitors in schools during school hours and school events. Of
25 the amount provided in this subsection, at least \$2,850,000 shall be
26 spent for grants to districts that, during the 1988-89 school year,
27 employed or contracted for security monitors in schools during school
28 hours. However, these grants may be used only for increases in school
29 district expenditures for school security over expenditure levels for
30 the 1988-89 school year.

31 (g) \$200,000 of the general fund--state appropriation for fiscal
32 year 1998, \$200,000 of the general fund--state appropriation for fiscal
33 year 1999, and \$400,000 of the general fund--federal appropriation
34 transferred from the department of health are provided solely for a
35 program that provides grants to school districts for media campaigns
36 promoting sexual abstinence and addressing the importance of delaying
37 sexual activity, pregnancy, and childbearing until individuals are
38 ready to nurture and support their children. Grants to the school
39 districts shall be for projects that are substantially designed and

1 produced by students. The grants shall require a local private sector
2 match equal to one-half of the state grant, which may include in-kind
3 contribution of technical or other assistance from consultants or firms
4 involved in public relations, advertising broadcasting, and graphics or
5 video production or other related fields.

6 (h) \$1,500,000 of the general fund--state appropriation for fiscal
7 year 1998 and \$1,500,000 of the general fund--state appropriation for
8 fiscal year 1999 are provided solely for school district petitions to
9 juvenile court for truant students as provided in RCW 28A.225.030 and
10 28A.225.035. Allocation of this money to school districts shall be
11 based on the number of petitions filed.

12 (i) \$300,000 of the general fund--state appropriation is provided
13 for alcohol and drug prevention programs pursuant to RCW 66.08.180.

14 (j)(i) \$19,656,000 of the education savings account appropriation
15 for fiscal year 1998 and \$19,656,000 of the education savings account
16 appropriation for fiscal year 1999 are provided solely for matching
17 grants and related state activities to provide school district
18 consortia with programs utilizing technology to improve learning. A
19 maximum of \$100,000 each fiscal year of this amount is provided for
20 administrative support and oversight of the K-20 network by the
21 superintendent of public instruction. The superintendent of public
22 instruction shall convene a technology grants committee representing
23 private sector technology, school districts, and educational service
24 districts to recommend to the superintendent grant proposals that have
25 the best plans for improving student learning through innovative
26 curriculum using technology as a learning tool and evaluating the
27 effectiveness of the curriculum innovations. After considering the
28 technology grants committee recommendations, the superintendent shall
29 make matching grant awards, including granting at least fifteen percent
30 of funds on the basis of criteria in (ii)(A) through (C) of this
31 subsection (2)(j).

32 (ii) Priority for award of funds will be to (A) school districts
33 most in need of assistance due to financial limits, (B) school
34 districts least prepared to take advantage of technology as a means of
35 improving student learning, and (C) school districts in economically
36 distressed areas. The superintendent of public instruction, in
37 consultation with the technology grants committee, shall propose
38 options to the committee for identifying and prioritizing districts
39 according to criteria in (i) and (ii) of this subsection (2)(j).

1 (iii) Options for review criteria to be considered by the
2 superintendent of public instruction include, but are not limited to,
3 free and reduced lunches, levy revenues, ending fund balances,
4 equipment inventories, and surveys of technology preparedness. An
5 "economically distressed area" is (A) a county with an unemployment
6 rate that is at least twenty percent above the state-wide average for
7 the previous three years; (B) a county that has experienced sudden and
8 severe or long-term and severe loss of employment, or erosion of its
9 economic base resulting in decline of its dominant industries; or (C)
10 a district within a county which (I) has at least seventy percent of
11 its families and unrelated individuals with incomes below eighty
12 percent of the county's median income for families and unrelated
13 individuals; and (II) has an unemployment rate which is at least forty
14 percent higher than the county's unemployment rate.

15 (k) \$50,000 of the general fund--state appropriations is provided
16 as matching funds for district contributions to provide analysis of the
17 efficiency of school district business practices. The superintendent
18 of public instruction shall establish criteria, make awards, and
19 provide a report to the fiscal committees of the legislature by
20 December 15, 1997, on the progress and details of analysis funded under
21 this subsection (2)(k).

22 (l) \$((~~19,977,000~~)) 19,818,000 of the general fund--state
23 appropriation for fiscal year 1999 is provided solely for the purchase
24 of classroom instructional materials and supplies. The superintendent
25 shall allocate the funds at a maximum rate of \$20.82 per full-time
26 equivalent student, beginning September 1, 1998, and ending June 30,
27 1999. The expenditure of the funds shall be determined at each school
28 site by the school building staff, parents, and the community. School
29 districts shall distribute all funds received to school buildings
30 without deduction.

31 (m) \$15,000 of the general fund--state appropriation is provided
32 solely to assist local districts vocational education programs in
33 applying for low frequency FM radio licenses with the federal
34 communications commission.

35 (n) \$35,000 of the general fund--state appropriation is provided
36 solely to the state board of education to design a program to encourage
37 high school students and other adults to pursue careers as vocational
38 education teachers in the subject matter of agriculture.

1 (o) \$25,000 of the general fund--state appropriation for fiscal
2 year 1998 and \$25,000 of the general fund--state appropriation for
3 fiscal year 1999 are provided solely for allocation to the primary
4 coordinators of the state geographic alliance to improve the teaching
5 of geography in schools.

6 (p) \$1,000,000 of the general fund--state appropriation is provided
7 for state administrative costs and start-up grants for alternative
8 programs and services that improve instruction and learning for at-risk
9 and expelled students consistent with the objectives of Engrossed House
10 Bill No. 1581 (disruptive students/offenders). Each grant application
11 shall contain proposed performance indicators and an evaluation plan to
12 measure the success of the program and its impact on improved student
13 learning. Applications shall contain the applicant's plan for
14 maintaining the program and/or services after the grant period, shall
15 address the needs of students who cannot be accommodated within the
16 framework of existing school programs or services and shall address how
17 the applicant will serve any student within the proposed program's
18 target age range regardless of the reason for truancy, suspension,
19 expulsion, or other disciplinary action. Up to \$50,000 per year may be
20 used by the superintendent of public instruction for grant
21 administration. The superintendent shall submit an evaluation of the
22 alternative program start-up grants provided under this section, and
23 section 501(2)(q), chapter 283, Laws of 1996, to the fiscal and
24 education committees of the legislature by November 15, 1998. Grants
25 shall be awarded to applicants showing the greatest potential for
26 improved student learning for at-risk students including:

27 (i) Students who have been suspended, expelled, or are subject to
28 other disciplinary actions;

29 (ii) Students with unexcused absences who need intervention from
30 community truancy boards or family support programs;

31 (iii) Students who have left school; and

32 (iv) Students involved with the court system.

33 The office of the superintendent of public instruction shall
34 prepare a report describing student recruitment, program offerings,
35 staffing practices, and available indicators of program effectiveness
36 of alternative education programs funded with state and, to the extent
37 information is available, local funds. The report shall contain a plan
38 for conducting an evaluation of the educational effectiveness of
39 alternative education programs.

1 (q) \$1,600,000 of the general fund--state appropriation is provided
2 for grants for magnet schools to be distributed as recommended by the
3 superintendent of public instruction pursuant to chapter 232, section
4 516(13), Laws of 1992.

5 (r) \$4,300,000 of the general fund--state appropriation is provided
6 for complex need grants. Grants shall be provided according to amounts
7 shown in LEAP Document 30C as developed on April 27, 1997, at 03:00
8 hours.

9 (s) \$235,000 of the general fund--state appropriation for fiscal
10 year 1999 is provided solely for testing material, scoring, and other
11 costs associated with moving the fourth grade standardized test to the
12 third grade in accordance with Z-1122/98 (fourth grade standardized
13 test).

14 (t) \$6,000,000 of the education savings account appropriation is
15 provided solely for grants to school districts to wire school buildings
16 to enable connections to local or wide area networks, the internet, and
17 the K-20 network.

18 (u) \$2,000,000 of the general fund--state appropriation for fiscal
19 year 1999 is provided solely for competitive grants to school
20 districts, educational service districts, or other educational
21 organizations or institutions to develop and offer on a pilot basis
22 educational programming utilizing video or satellite technology. Pilot
23 projects shall include an evaluation component on the feasibility of
24 expanded educational use of this technology to improve student
25 learning.

26 (v) \$23,762,000 of the general fund--state appropriation for fiscal
27 year 1999 is to provide intensive reading instruction to students in
28 the elementary grades during the summer months, vacation periods,
29 intercessions, Saturdays, and before and after school. Of this amount,
30 \$23,627,000 is for grants to be awarded to school districts after an
31 abbreviated application. In making awards, the superintendent of
32 public instruction shall strive to maximize two objectives: (i)
33 Provide grants to as many school districts as possible, and (ii) give
34 priority to districts with schools that have high percentages of
35 students not meeting the reading standard of the Washington assessment
36 of student learning or high percentages of students in the bottom
37 quartile of the reading component of the fourth grade comprehensive
38 test of basic skills.

1 Districts receiving grants shall agree to create programs that
2 provide a minimum of eighty hours of instructional activity for each
3 student, supervision by certificated staff, and a ratio of at least one
4 adult for every four students achieved through a combination of
5 certificated staff, paid tutors, and volunteer tutors. Recipient
6 districts shall agree to evaluate, in a manner prescribed by the
7 superintendent of public instruction, how effectively their program
8 improves academic achievement of students.

9 Grant awards, volunteer training, publicity, and assistance with
10 recruitment of volunteers shall be coordinated by a steering committee
11 led by the office of the superintendent of public instruction and
12 including the Washington service corps, school districts, educational
13 service districts, and the commission for national and community
14 service in order to maximize collaboration among the various agencies
15 involved with reading tutors. Up to \$135,000 may be expended on
16 program administration and an independently conducted and quantitative
17 evaluation of the effect the program has on improving reading scores.

18 (w) Excess funds available in the education savings account beyond
19 those specifically appropriated in this act shall be dedicated for
20 common school construction, but expenditures for common school
21 construction shall remain within the appropriations established in
22 sections 501 and 502 of chapter 235, Laws of 1997.

23 **Sec. 502.** 1997 c 149 s 502 (uncodified) is each amended to read as
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL APPORTIONMENT**
26 **(BASIC EDUCATION)**

27	General Fund Appropriation (FY 1998)	. . . . .	\$ ((3,429,727,000))
28			3,413,099,000
29	General Fund Appropriation (FY 1999)	. . . . .	\$ ((3,511,157,000))
30			3,486,544,000
31	TOTAL APPROPRIATION	. . . . .	\$ ((6,940,884,000))
32			6,899,643,000

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

35 (1) The appropriation for fiscal year 1998 includes such funds as
36 are necessary for the remaining months of the 1996-97 school year.

37 (2) Allocations for certificated staff salaries for the 1997-98 and
38 1998-99 school years shall be determined using formula-generated staff

1 units calculated pursuant to this subsection. Staff allocations for
2 small school enrollments in (d) through (f) of this subsection shall be
3 reduced for vocational full-time equivalent enrollments. Staff
4 allocations for small school enrollments in grades K-6 shall be the
5 greater of that generated under (a) of this subsection, or under (d)
6 and (e) of this subsection. Certificated staffing allocations shall be
7 as follows:

8 (a) On the basis of each 1,000 average annual full-time equivalent
9 enrollments, excluding full-time equivalent enrollment otherwise
10 recognized for certificated staff unit allocations under (c) through
11 (f) of this subsection:

12 (i) Four certificated administrative staff units per thousand full-
13 time equivalent students in grades K-12;

14 (ii) 49 certificated instructional staff units per thousand full-
15 time equivalent students in grades K-3;

16 (iii) An additional 5.3 certificated instructional staff units for
17 grades K-3. Any funds allocated for these additional certificated
18 units shall not be considered as basic education funding;

19 (A) Funds provided under this subsection (2)(a)(iii) in excess of
20 the amount required to maintain the statutory minimum ratio established
21 under RCW 28A.150.260(2)(b) shall be allocated only if the district
22 documents an actual ratio equal to or greater than 54.3 certificated
23 instructional staff per thousand full-time equivalent students in
24 grades K-3. For any school district documenting a lower certificated
25 instructional staff ratio, the allocation shall be based on the
26 district's actual grades K-3 certificated instructional staff ratio
27 achieved in that school year, or the statutory minimum ratio
28 established under RCW 28A.150.260(2)(b), if greater;

29 (B) Districts at or above 51.0 certificated instructional staff per
30 one thousand full-time equivalent students in grades K-3 may dedicate
31 up to 1.3 of the 54.3 funding ratio to employ additional classified
32 instructional assistants assigned to basic education classrooms in
33 grades K-3. For purposes of documenting a district's staff ratio under
34 this section, funds used by the district to employ additional
35 classified instructional assistants shall be converted to a
36 certificated staff equivalent and added to the district's actual
37 certificated instructional staff ratio. Additional classified
38 instructional assistants, for the purposes of this subsection, shall be
39 determined using the 1989-90 school year as the base year;

1 (C) Any district maintaining a ratio equal to or greater than 54.3
2 certificated instructional staff per thousand full-time equivalent
3 students in grades K-3 may use allocations generated under this
4 subsection (2)(a)(iii) in excess of that required to maintain the
5 minimum ratio established under RCW 28A.150.260(2)(b) to employ
6 additional basic education certificated instructional staff or
7 classified instructional assistants in grades 4-6. Funds allocated
8 under this subsection (2)(a)(iii) shall only be expended to reduce
9 class size in grades K-6. No more than 1.3 of the certificated
10 instructional funding ratio amount may be expended for provision of
11 classified instructional assistants; and

12 (iv) Forty-six certificated instructional staff units per thousand
13 full-time equivalent students in grades 4-12;

14 (b) For school districts with a minimum enrollment of 250 full-time
15 equivalent students whose full-time equivalent student enrollment count
16 in a given month exceeds the first of the month full-time equivalent
17 enrollment count by 5 percent, an additional state allocation of 110
18 percent of the share that such increased enrollment would have
19 generated had such additional full-time equivalent students been
20 included in the normal enrollment count for that particular month;

21 (c) On the basis of full-time equivalent enrollment in:

22 (i) Vocational education programs approved by the superintendent of
23 public instruction, a maximum of 0.92 certificated instructional staff
24 units and 0.08 certificated administrative staff units for each 18.3
25 full-time equivalent vocational students. ~~((Beginning with the 1998-99
26 school year, districts documenting staffing ratios of less than 1
27 certificated staff per 18.3 students shall be allocated the greater of
28 the total ratio in subsections (2)(a)(i) and (iv) of this section or
29 the actual documented ratio;))~~

30 (ii) Skills center programs approved by the superintendent of
31 public instruction, 0.92 certificated instructional staff units and
32 0.08 certificated administrative units for each 16.67 full-time
33 equivalent vocational students;

34 (iii) Indirect cost charges, as defined by the superintendent of
35 public instruction, to vocational-secondary programs shall not exceed
36 10 percent; and

37 (iv) Vocational full-time equivalent enrollment shall be reported
38 on the same monthly basis as the enrollment for students eligible for
39 basic support, and payments shall be adjusted for reported vocational

1 enrollments on the same monthly basis as those adjustments for
2 enrollment for students eligible for basic support.

3 (d) For districts enrolling not more than twenty-five average
4 annual full-time equivalent students in grades K-8, and for small
5 school plants within any school district which have been judged to be
6 remote and necessary by the state board of education and enroll not
7 more than twenty-five average annual full-time equivalent students in
8 grades K-8:

9 (i) For those enrolling no students in grades 7 and 8, 1.76
10 certificated instructional staff units and 0.24 certificated
11 administrative staff units for enrollment of not more than five
12 students, plus one-twentieth of a certificated instructional staff unit
13 for each additional student enrolled; and

14 (ii) For those enrolling students in grades 7 or 8, 1.68
15 certificated instructional staff units and 0.32 certificated
16 administrative staff units for enrollment of not more than five
17 students, plus one-tenth of a certificated instructional staff unit for
18 each additional student enrolled;

19 (e) For specified enrollments in districts enrolling more than
20 twenty-five but not more than one hundred average annual full-time
21 equivalent students in grades K-8, and for small school plants within
22 any school district which enroll more than twenty-five average annual
23 full-time equivalent students in grades K-8 and have been judged to be
24 remote and necessary by the state board of education:

25 (i) For enrollment of up to sixty annual average full-time
26 equivalent students in grades K-6, 2.76 certificated instructional
27 staff units and 0.24 certificated administrative staff units; and

28 (ii) For enrollment of up to twenty annual average full-time
29 equivalent students in grades 7 and 8, 0.92 certificated instructional
30 staff units and 0.08 certificated administrative staff units;

31 (f) For districts operating no more than two high schools with
32 enrollments of less than three hundred average annual full-time
33 equivalent students, for enrollment in grades 9-12 in each such school,
34 other than alternative schools:

35 (i) For remote and necessary schools enrolling students in any
36 grades 9-12 but no more than twenty-five average annual full-time
37 equivalent students in grades K-12, four and one-half certificated
38 instructional staff units and one-quarter of a certificated
39 administrative staff unit;

1 (ii) For all other small high schools under this subsection, nine
2 certificated instructional staff units and one-half of a certificated
3 administrative staff unit for the first sixty average annual full time
4 equivalent students, and additional staff units based on a ratio of
5 0.8732 certificated instructional staff units and 0.1268 certificated
6 administrative staff units per each additional forty-three and one-half
7 average annual full time equivalent students.

8 Units calculated under (f)(ii) of this subsection shall be reduced
9 by certificated staff units at the rate of forty-six certificated
10 instructional staff units and four certificated administrative staff
11 units per thousand vocational full-time equivalent students.

12 (g) For each nonhigh school district having an enrollment of more
13 than seventy annual average full-time equivalent students and less than
14 one hundred eighty students, operating a grades K-8 program or a grades
15 1-8 program, an additional one-half of a certificated instructional
16 staff unit; and

17 (h) For each nonhigh school district having an enrollment of more
18 than fifty annual average full-time equivalent students and less than
19 one hundred eighty students, operating a grades K-6 program or a grades
20 1-6 program, an additional one-half of a certificated instructional
21 staff unit.

22 (3) Allocations for classified salaries for the 1997-98 and 1998-99
23 school years shall be calculated using formula-generated classified
24 staff units determined as follows:

25 (a) For enrollments generating certificated staff unit allocations
26 under subsection (2) (d) through (h) of this section, one classified
27 staff unit for each three certificated staff units allocated under such
28 subsections;

29 (b) For all other enrollment in grades K-12, including vocational
30 full-time equivalent enrollments, one classified staff unit for each
31 sixty average annual full-time equivalent students; and

32 (c) For each nonhigh school district with an enrollment of more
33 than fifty annual average full-time equivalent students and less than
34 one hundred eighty students, an additional one-half of a classified
35 staff unit.

36 (4) Fringe benefit allocations shall be calculated at a rate of
37 20.22 percent in the 1997-98 and 1998-99 school years for certificated
38 salary allocations provided under subsection (2) of this section, and
39 a rate of 18.65 percent in the 1997-98 and 1998-99 school years for

1 classified salary allocations provided under subsection (3) of this
2 section.

3 (5) Insurance benefit allocations shall be calculated at the
4 maintenance rate specified in section 504(2) of this act, based on the
5 number of benefit units determined as follows:

6 (a) The number of certificated staff units determined in subsection
7 (2) of this section; and

8 (b) The number of classified staff units determined in subsection
9 (3) of this section multiplied by 1.152. This factor is intended to
10 adjust allocations so that, for the purposes of distributing insurance
11 benefits, full-time equivalent classified employees may be calculated
12 on the basis of 1440 hours of work per year, with no individual
13 employee counted as more than one full-time equivalent.

14 (6)(a) For nonemployee-related costs associated with each
15 certificated staff unit allocated under subsection (2) (a), (b), and
16 (d) through (h) of this section, there shall be provided a maximum of
17 \$7,950 per certificated staff unit in the 1997-98 school year and a
18 maximum of \$8,165 per certificated staff unit in the 1998-99 school
19 year.

20 (b) For nonemployee-related costs associated with each vocational
21 certificated staff unit allocated under subsection (2)(c) of this
22 section, there shall be provided a maximum of \$15,147 per certificated
23 staff unit in the 1997-98 school year and a maximum of \$15,556 per
24 certificated staff unit in the 1998-99 school year.

25 (7) Allocations for substitute costs for classroom teachers shall
26 be distributed at a maintenance rate of \$354.64 per allocated classroom
27 teachers exclusive of salary increase amounts provided in section 504
28 of this act. Solely for the purposes of this subsection, allocated
29 classroom teachers shall be equal to the number of certificated
30 instructional staff units allocated under subsection (2) of this
31 section, multiplied by the ratio between the number of actual basic
32 education certificated teachers and the number of actual basic
33 education certificated instructional staff reported state-wide for the
34 1996-97 school year.

35 (8) Any school district board of directors may petition the
36 superintendent of public instruction by submission of a resolution
37 adopted in a public meeting to reduce or delay any portion of its basic
38 education allocation for any school year. The superintendent of public
39 instruction shall approve such reduction or delay if it does not impair

1 the district's financial condition. Any delay shall not be for more
2 than two school years. Any reduction or delay shall have no impact on
3 levy authority pursuant to RCW 84.52.0531 and local effort assistance
4 pursuant to chapter 28A.500 RCW.

5 (9) The superintendent may distribute a maximum of \$6,124,000
6 outside the basic education formula during fiscal years 1998 and 1999
7 as follows:

8 (a) For fire protection for school districts located in a fire
9 protection district as now or hereafter established pursuant to chapter
10 52.04 RCW, a maximum of \$447,000 may be expended in fiscal year 1998
11 and a maximum of \$459,000 may be expended in fiscal year 1999;

12 (b) For summer vocational programs at skills centers, a maximum of
13 \$1,948,000 may be expended each fiscal year;

14 (c) A maximum of \$321,000 may be expended for school district
15 emergencies; and

16 (d) A maximum of \$500,000 per fiscal year may be expended for
17 programs providing skills training for secondary students who are
18 enrolled in extended day school-to-work programs, as approved by the
19 superintendent of public instruction. The funds shall be allocated at
20 a rate not to exceed \$500 per full-time equivalent student enrolled in
21 those programs.

22 (10) For the purposes of RCW 84.52.0531, the increase per full-time
23 equivalent student in state basic education appropriations provided
24 under this act, including appropriations for salary and benefits
25 increases, is 2.5 percent from the 1996-97 school year to the 1997-98
26 school year, and 1.1 percent from the 1997-98 school year to the
27 1998-99 school year.

28 (11) If two or more school districts consolidate and each district
29 was receiving additional basic education formula staff units pursuant
30 to subsection (2) (b) through (h) of this section, the following shall
31 apply:

32 (a) For three school years following consolidation, the number of
33 basic education formula staff units shall not be less than the number
34 of basic education formula staff units received by the districts in the
35 school year prior to the consolidation; and

36 (b) For the fourth through eighth school years following
37 consolidation, the difference between the basic education formula staff
38 units received by the districts for the school year prior to
39 consolidation and the basic education formula staff units after

1 consolidation pursuant to subsection (2) (a) through (h) of this
2 section shall be reduced in increments of twenty percent per year.

3 **Sec. 503.** 1997 c 454 s 503 (uncodified) is each amended to read as
4 follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**
6 **COMPENSATION ADJUSTMENTS**

7	General Fund Appropriation (FY 1998)	. . . . . \$	((79,966,000))
8			<u>79,570,000</u>
9	General Fund Appropriation (FY 1999)	. . . . . \$	((116,310,000))
10			<u>115,632,000</u>
11	TOTAL APPROPRIATION	. . . . . \$	((196,276,000))
12			<u>195,202,000</u>

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

15 (1) \$((176,525,000)) 175,569,000 is provided for a cost of living
16 adjustment of 3.0 percent effective September 1, 1997, for state
17 formula staff units. The appropriations include associated incremental
18 fringe benefit allocations at rates of 19.58 percent for certificated
19 staff and 15.15 percent for classified staff.

20 (a) The appropriations in this section include the increased
21 portion of salaries and incremental fringe benefits for all relevant
22 state-funded school programs in part V of this act. Salary adjustments
23 for state employees in the office of superintendent of public
24 instruction and the education reform program are provided in part VII
25 of this act. Increases for general apportionment (basic education) are
26 based on the salary allocation schedules and methodology in section 502
27 of this act. Increases for special education result from increases in
28 each district's basic education allocation per student. Increases for
29 educational service districts and institutional education programs are
30 determined by the superintendent of public instruction using the
31 methodology for general apportionment salaries and benefits in section
32 502 of this act.

33 (b) The appropriations in this section provide salary increase and
34 incremental fringe benefit allocations based on formula adjustments as
35 follows:

36 (i) For pupil transportation, an increase of \$0.60 per weighted
37 pupil-mile for the 1997-98 school year and maintained for the 1998-99
38 school year;

1 (ii) For education of highly capable students, an increase of \$6.81
2 per formula student for the 1997-98 school year and maintained for the
3 1998-99 school year; and

4 (iii) For transitional bilingual education, an increase of \$17.69
5 per eligible bilingual student for the 1997-98 school year and
6 maintained for the 1998-99 school year; and

7 (iv) For learning assistance, an increase of \$8.74 per entitlement
8 unit for the 1997-98 school year and maintained for the 1998-99 school
9 year.

10 (c) The appropriations in this section include \$((~~912,000~~))
11 906,000 for salary increase adjustments for substitute teachers at a
12 rate of \$10.64 per unit in the 1997-98 school year and maintained in
13 the 1998-99 school year.

14 (2) \$((~~19,751,000~~)) 19,634,000 is provided for adjustments to
15 insurance benefit allocations. The maintenance rate for insurance
16 benefit allocations is \$314.51 per month for the 1997-98 and 1998-99
17 school years. The appropriations in this section provide increases of
18 \$2.83 per month for the 1997-98 school year and \$18.41 per month for
19 the 1998-99 school year at the following rates:

20 (a) For pupil transportation, an increase of \$0.03 per weighted
21 pupil-mile for the 1997-98 school year and \$0.19 for the 1998-99 school
22 year;

23 (b) For education of highly capable students, an increase of \$0.20
24 per formula student for the 1997-98 school year and \$1.35 for the 1998-
25 99 school year;

26 (c) For transitional bilingual education, an increase of \$((~~-.46~~))
27 .47 per eligible bilingual student for the 1997-98 school year and
28 \$3.44 for the 1998-99 school year; and

29 (d) For learning assistance, an increase of \$.36 per funded unit
30 for the 1997-98 school year and \$2.70 for the 1998-99 school year.

31 (3) The rates specified in this section are subject to revision
32 each year by the legislature.

33 (4)((~~+a~~)) For the 1997-98 school year, the superintendent shall
34 prepare a report showing the allowable derived base salary for
35 certificated instructional staff in accordance with RCW 28A.400.200 and
36 LEAP Document 12D, and the actual derived base salary paid by each
37 school district as shown on the S-275 report and shall make the report
38 available to the fiscal committees of the legislature no later than
39 February 15, 1998.

1 **Sec. 504.** 1997 c 149 s 505 (uncodified) is each amended to read as
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**

4	General Fund Appropriation (FY 1998)	\$	((174,344,000))
5			<u>174,280,000</u>
6	General Fund Appropriation (FY 1999)	\$	((179,560,000))
7			<u>178,836,000</u>
8	TOTAL APPROPRIATION	\$	((353,904,000))
9			<u>353,116,000</u>

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

12 (1) The appropriation for fiscal year 1998 includes such funds as
13 are necessary for the remaining months of the 1996-97 school year.

14 (2) A maximum of \$1,451,000 may be expended for regional
15 transportation coordinators and related activities. The transportation
16 coordinators shall ensure that data submitted by school districts for
17 state transportation funding shall, to the greatest extent practical,
18 reflect the actual transportation activity of each district.

19 (3) \$30,000 of the fiscal year 1998 appropriation and \$40,000 of
20 the fiscal year 1999 appropriation are provided solely for the
21 transportation of students enrolled in "choice" programs.
22 Transportation shall be limited to low-income students who are
23 transferring to "choice" programs solely for educational reasons.

24 (4) Allocations for transportation of students shall be based on
25 reimbursement rates of \$34.47 per weighted mile in the 1997-98 school
26 year and \$34.76 per weighted mile in the 1998-99 school year exclusive
27 of salary and benefit adjustments provided in section 504 of this act.
28 Allocations for transportation of students transported more than one
29 radius mile shall be based on weighted miles as determined by
30 superintendent of public instruction times the per mile reimbursement
31 rates for the school year pursuant to the formulas adopted by the
32 superintendent of public instruction. Allocations for transportation
33 of students living within one radius mile shall be based on the number
34 of enrolled students in grades kindergarten through five living within
35 one radius mile of their assigned school times the per mile
36 reimbursement rate for the school year times 1.29.

37 **Sec. 505.** 1997 c 149 s 506 (uncodified) is each amended to read as
38 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
2 **PROGRAMS**

3	General Fund--State Appropriation (FY 1998) . . . \$	3,075,000
4	General Fund--State Appropriation (FY 1999) . . . \$	((3,075,000))
5		<u>3,100,000</u>
6	General Fund--Federal Appropriation \$	194,483,000
7	TOTAL APPROPRIATION \$	((200,633,000))
8		<u>200,658,000</u>

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

11 (1) \$6,000,000 of the general fund--state appropriations are
12 provided for state matching money for federal child nutrition programs.

13 (2) ~~\$(150,000))~~ 175,000 of the general fund--state appropriations
14 are provided for summer food programs for children in low-income areas.

15 **Sec. 506.** 1997 c 149 s 507 (uncodified) is each amended to read as
16 follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
18 **PROGRAMS**

19	General Fund--State Appropriation (FY 1998) . . . \$	((370,486,000))
20		<u>369,445,000</u>
21	General Fund--State Appropriation (FY 1999) . . . \$	((374,327,000))
22		<u>373,803,000</u>
23	General Fund--Federal Appropriation \$	135,106,000
24	TOTAL APPROPRIATION \$	((879,919,000))
25		<u>878,354,000</u>

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

28 (1) The appropriation for fiscal year 1998 includes such funds as
29 are necessary for the remaining months of the 1996-97 school year.

30 (2) The superintendent of public instruction shall distribute state
31 funds to school districts based on two categories, the optional birth
32 through age two program for special education eligible developmentally
33 delayed infants and toddlers, and the mandatory special education
34 program for special education eligible students ages three to twenty-
35 one. A "special education eligible student" means a student receiving
36 specially designed instruction in accordance with a properly formulated
37 individualized education program.

1 (3) For the 1997-98 and 1998-99 school years, the superintendent
2 shall distribute state funds to each district based on the sum of:

3 (a) A district's annual average headcount enrollment of
4 developmentally delayed infants and toddlers ages birth through two,
5 times the district's average basic education allocation per full-time
6 equivalent student, times 1.15; and

7 (b) A district's annual average full-time equivalent basic
8 education enrollment times the funded enrollment percent determined
9 pursuant to subsection (4)(c) of this section, times the district's
10 average basic education allocation per full-time equivalent student
11 times 0.9309.

12 (4) The definitions in this subsection apply throughout this
13 section.

14 (a) "Average basic education allocation per full-time equivalent
15 student" for a district shall be based on the staffing ratios required
16 by RCW 28A.150.260 (i.e., 49/1000 certificated instructional staff in
17 grades K-3, and 46/1000 in grades 4-12) and shall not include
18 enhancements for K-3, secondary vocational education, or small schools.

19 (b) "Annual average full-time equivalent basic education
20 enrollment" means the resident enrollment including students enrolled
21 through choice (RCW 28A.225.225) and students from nonhigh districts
22 (RCW 28A.225.210) and excluding students residing in another district
23 enrolled as part of an interdistrict cooperative program (RCW
24 28A.225.250).

25 (c) "Enrollment percent" means the district's resident special
26 education annual average enrollment including those students counted
27 under the special education demonstration projects, excluding the birth
28 through age two enrollment, as a percent of the district's annual
29 average full-time equivalent basic education enrollment. For the 1997-
30 98 and the 1998-99 school years, each district's funded enrollment
31 percent shall be:

32 (i) For districts whose enrollment percent for 1994-95 was at or
33 below 12.7 percent, the lesser of the district's actual enrollment
34 percent for the school year for which the allocation is being
35 determined or 12.7 percent.

36 (ii) For districts whose enrollment percent for 1994-95 was above
37 12.7 percent, the lesser of:

38 (A) The district's actual enrollment percent for the school year
39 for which the special education allocation is being determined; or

1 (B) The district's actual enrollment percent for the school year
2 immediately prior to the school year for which the special education
3 allocation is being determined if greater than 12.7 percent; or

4 (C) For 1997-98, the 1994-95 enrollment percent reduced by 75
5 percent of the difference between the district's 1994-95 enrollment
6 percent and 12.7 percent and for 1998-99, 12.7 percent.

7 (5) At the request of any interdistrict cooperative of at least 15
8 districts in which all excess cost services for special education
9 students of the districts are provided by the cooperative, the maximum
10 enrollment percent shall be 12.7, and shall be calculated in the
11 aggregate rather than individual district units. For purposes of this
12 subsection (4) of this section, the average basic education allocation
13 per full-time equivalent student shall be calculated in the aggregate
14 rather than individual district units.

15 (6) A maximum of \$12,000,000 of the general fund--state
16 appropriation for fiscal year 1998 and a maximum of \$12,000,000 of the
17 general fund--state appropriation for fiscal year 1999 are provided as
18 safety net funding for districts with demonstrated needs for state
19 special education funding beyond the amounts provided in subsection (3)
20 of this section. Safety net funding shall be awarded by the state
21 safety net oversight committee.

22 (a) The safety net oversight committee shall first consider the
23 needs of districts adversely affected by the 1995 change in the special
24 education funding formula. Awards shall be based on the amount
25 required to maintain the 1994-95 state special education excess cost
26 allocation to the school district in aggregate or on a dollar per
27 funded student basis.

28 (b) The committee shall then consider unusual needs of districts
29 due to a special education population which differs significantly from
30 the assumptions of the state funding formula. Awards shall be made to
31 districts that convincingly demonstrate need due to the concentration
32 and/or severity of disabilities in the district. Differences in
33 program costs attributable to district philosophy or service delivery
34 style are not a basis for safety net awards.

35 (7) Prior to June 1st of each year, the superintendent shall make
36 available to each school district from available data the district's
37 maximum funded enrollment percent for the coming school year.

38 (8) The superintendent of public instruction may adopt such rules
39 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 in place for the 1996-97 school year, the
3 superintendent shall consult with the office of financial management
4 and the fiscal committees of the legislature.

5 (9) The safety net oversight committee appointed by the
6 superintendent of public instruction shall consist of:

7 (a) Staff of the office of superintendent of public instruction;

8 (b) Staff of the office of the state auditor;

9 (c) Staff from the office of the financial management; and

10 (d) One or more representatives from school districts or
11 educational service districts knowledgeable of special education
12 programs and funding.

13 (10) A maximum of \$4,500,000 of the general fund--federal
14 appropriation shall be expended for safety net funding to meet the
15 extraordinary needs of one or more individual special education
16 students.

17 (11) 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 (12) 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 (13) A school district may carry over up to 10 percent of general
29 fund--state funds allocated under this program; however, carry over
30 funds shall be expended in the special education program.

31 (14) Beginning in the 1997-98 school year, the superintendent shall
32 increase the percentage of federal flow-through to school districts to
33 at least 84 percent. In addition to other purposes, school districts
34 may use increased federal funds for high cost students, for purchasing
35 regional special education services from educational service districts,
36 and for staff development activities particularly relating to inclusion
37 issues.

38 (15) Up to one percent of the general fund--federal appropriation
39 shall be expended by the superintendent for projects related to use of

1 inclusion strategies by school districts for provision of special
2 education services. The superintendent shall prepare an information
3 database on laws, best practices, examples of programs, and recommended
4 resources. The information may be disseminated in a variety of ways,
5 including workshops and other staff development activities.

6 (16) Amounts appropriated within this section are sufficient to
7 fund section 5 of Second Substitute House Bill No. 1709 (mandate on
8 school districts).

9 **Sec. 507.** 1997 c 149 s 508 (uncodified) is each amended to read as
10 follows:

11 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRAFFIC SAFETY**
12 **EDUCATION PROGRAMS**

13 <u>General Fund Appropriation (FY 1999)</u>	\$	<u>200,000</u>
14 Public Safety and Education Account		
15 Appropriation	\$	17,179,000
16 <u>TOTAL APPROPRIATION</u>	\$	<u>17,379,000</u>

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

19 (1) The appropriation includes such funds as are necessary for the
20 remaining months of the 1996-97 school year.

21 (2) A maximum of \$507,000 shall be expended for regional traffic
22 safety education coordinators.

23 (3) The maximum basic state allocation per student completing the
24 program shall be \$137.16 in the 1997-98 and 1998-99 school years.

25 (4) Additional allocations to provide tuition assistance for
26 students from low-income families who complete the program shall be a
27 maximum of \$66.81 per eligible student in the 1997-98 and 1998-99
28 school years.

29 **Sec. 508.** 1997 c 149 s 509 (uncodified) is each amended to read as
30 follows:

31 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
32 **DISTRICTS**

33 General Fund Appropriation (FY 1998)	\$	4,511,000
34 General Fund Appropriation (FY 1999)	\$	((4,510,000))
35		<u>4,845,000</u>
36 TOTAL APPROPRIATION	\$	((9,021,000))
37		<u>9,356,000</u>

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

3 (1) The educational service districts shall continue to furnish
4 financial services required by the superintendent of public instruction
5 and RCW 28A.310.190 (3) and (4).

6 (2) \$250,000 of the general fund appropriation for fiscal year 1998
7 and \$250,000 of the general fund appropriation for fiscal year 1999 are
8 provided solely for student teaching centers as provided in RCW
9 28A.415.100.

10 (3) A maximum of \$500,000 is provided for centers for the
11 improvement of teaching pursuant to RCW 28A.415.010.

12 (4) \$335,000 of the general fund appropriation for fiscal year 1999
13 is provided for K-20 network operations.

14 **Sec. 509.** 1997 c 454 s 504 (uncodified) is each amended to read as
15 follows:

16 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
17 **ASSISTANCE**

18	General Fund Appropriation (FY 1998)	. . . . . \$	((84,347,000))
19			<u>82,079,000</u>
20	General Fund Appropriation (FY 1999)	. . . . . \$	((89,605,000))
21			<u>92,503,000</u>
22	TOTAL APPROPRIATION	. . . . . \$	((173,952,000))
23			<u>174,582,000</u>

24 The appropriations in this section are subject to the following
25 condition and limitation: \$6,231,000 of the general fund appropriation
26 for fiscal year 1999 is provided to implement Z-1185/98 (twelve percent
27 levy equalization).

28 **Sec. 510.** 1997 c 149 s 511 (uncodified) is each amended to read as
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE ELEMENTARY AND**
31 **SECONDARY SCHOOL IMPROVEMENT ACT**

32 General Fund--Federal Appropriation \$ 255,987,000

33 **Sec. 511.** 1997 c 454 s 505 (uncodified) is amended to read as
34 follows:

35 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
36 **EDUCATION PROGRAMS**

1	General Fund--State Appropriation (FY 1998) . . . \$	((18,026,000))
2		<u>17,959,000</u>
3	General Fund--State Appropriation (FY 1999) . . . \$	((18,983,000))
4		<u>20,364,000</u>
5	General Fund--Federal Appropriation \$	8,548,000
6	TOTAL APPROPRIATION \$	((45,557,000))
7		<u>46,871,000</u>

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

10 (1) The general fund--state appropriation for fiscal year 1998
11 includes such funds as are necessary for the remaining months of the
12 1996-97 school year.

13 (2) State funding provided under this section is based on salaries
14 and other expenditures for a 220-day school year. The superintendent
15 of public instruction shall monitor school district expenditure plans
16 for institutional education programs to ensure that districts plan for
17 a full-time summer program.

18 (3) State funding for each institutional education program shall be
19 based on the institution's annual average full-time equivalent student
20 enrollment. Staffing ratios for each category of institution shall
21 remain the same as those funded in the 1995-97 biennium.

22 (4) \$341,000 of the general fund--state fiscal year 1998
23 appropriation and \$407,000 of the general fund--state fiscal year 1999
24 appropriation are provided solely for the implementation of Engrossed
25 Third Substitute House Bill No. 3900 (revising the juvenile code). If
26 the bill is not enacted by June 30, 1997, the amounts provided in this
27 subsection shall lapse.

28 (5) \$1,196,000 of the general fund--state appropriation for fiscal
29 year 1999 is provided to implement Z-1179/98 (juveniles in adult
30 corrections facilities).

31 **Sec. 512.** 1997 c 149 s 513 (uncodified) is amended to read as
32 follows:

33 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**
34 **CAPABLE STUDENTS**

35	General Fund Appropriation (FY 1998) \$	((5,752,000))
36		<u>5,722,000</u>
37	General Fund Appropriation (FY 1999) \$	((6,176,000))
38		<u>6,128,000</u>

1 TOTAL APPROPRIATION \$ ((11,928,000))
 2 11,850,000

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

5 (1) The appropriation for fiscal year 1998 includes such funds as
 6 are necessary for the remaining months of the 1996-97 school year.

7 (2) Allocations for school district programs for highly capable
 8 students shall be distributed at a maximum rate of \$311.12 per funded
 9 student for the 1997-98 school year and \$((311.58)) 311.38 per funded
 10 student for the 1998-99 school year, exclusive of salary and benefit
 11 adjustments pursuant to section 504 of this act. The number of funded
 12 students shall be a maximum of two percent of each district's full-time
 13 equivalent basic education enrollment.

14 (3) \$350,000 of the appropriation is for the centrum program at
 15 Fort Worden state park.

16 (4) \$186,000 of the appropriation is for the odyssey of the mind
 17 and future problem-solving programs.

18 **Sec. 513.** 1997 c 454 s 506 (uncodified) is amended to read as
 19 follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS**
 21 General Fund Appropriation (FY 1998) \$ 18,905,000
 22 General Fund Appropriation (FY 1999) \$ ((21,868,000))
 23 24,730,000
 24 Education Excellence Account Appropriation . . . \$ 4,321,000
 25 TOTAL APPROPRIATION \$ ((40,773,000))
 26 47,956,000

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

29 (1) \$18,103,000 is provided for the operation of the commission on
 30 student learning and the development and implementation of student
 31 assessments. The commission shall cooperate with the superintendent of
 32 public instruction in defining measures of student achievement to be
 33 included in the student record system developed by the superintendent
 34 pursuant to section 501(1)(b) of this act.

35 (2) \$2,190,000 is provided solely for training of paraprofessional
 36 classroom assistants and certificated staff who work with classroom
 37 assistants as provided in RCW 28A.415.310.

1 (3) \$2,970,000 is provided for mentor teacher assistance, including
2 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds
3 for the teacher assistance program shall be allocated to school
4 districts based on the number of beginning teachers.

5 (4) \$4,050,000 is provided for improving technology infrastructure,
6 monitoring and reporting on school district technology development,
7 promoting standards for school district technology, promoting statewide
8 coordination and planning for technology development, and providing
9 regional educational technology support centers, including state
10 support activities, under chapter 28A.650 RCW.

11 (5) \$7,200,000 is provided for grants to school districts to
12 provide a continuum of care for children and families to help children
13 become ready to learn. Grant proposals from school districts shall
14 contain local plans designed collaboratively with community service
15 providers. If a continuum of care program exists in the area in which
16 the school district is located, the local plan shall provide for
17 coordination with existing programs to the greatest extent possible.
18 Grant funds shall be allocated pursuant to RCW 70.190.040.

19 (6) \$5,000,000 is provided solely for the meals for kids program
20 under RCW 28A.235.145 through 28A.235.155.

21 (7) \$1,260,000 is provided for technical assistance related to
22 education reform through the office of the superintendent of public
23 instruction, in consultation with the commission on student learning,
24 as specified in RCW 28A.300.130 (center for the improvement of student
25 learning).

26 (8) \$1,485,000 of the general fund appropriation for fiscal year
27 1999 is provided for school-to-work transition projects in the common
28 schools, including state support activities, under RCW 28A.630.861
29 through 28A.630.880.

30 (9) \$1,377,000 of the general fund appropriation for fiscal year
31 1999 is provided to implement Engrossed Second Substitute House Bill
32 No. 2019 (charter schools).

33 (10) \$3,181,000 of the education excellence account appropriation
34 for fiscal year 1999 is provided for school leadership and
35 accountability institutes. The institutes shall provide five days of
36 training, planning, and team building for the primary purpose of
37 increasing student learning, with an emphasis on reading in the early
38 grades. School districts may apply to have teams of teachers,
39 principals, curriculum staff, superintendents, and school board members

1 participate in the institutes. Following the institutes, team members
2 shall devote five additional days to train district staff, develop
3 specific district improvement plans, and conduct an evaluation of the
4 program. Participating school districts shall fund the five additional
5 days from learning improvement allocations or other available federal,
6 state, or local funds.

7 (11) \$810,000 of the education excellence account appropriation is
8 provided for superintendent, program administrator, and principal
9 internships, including state support activities, under RCW 28A.415.270
10 through 28A.415.300.

11 (12) \$100,000 of the education excellence account appropriation is
12 provided to improve the monitoring and accountability of inservice
13 courses where credits may be claimed on the state salary schedule to
14 ensure compliance with RCW 28A.415.023.

15 (13) \$230,000 of the education excellence account appropriation is
16 provided to create an incentive and reward system for certification by
17 the national board for professional teaching standards. Teachers may
18 apply for matching funds of up to \$1,000 toward the cost of pursuing
19 certification. Beginning July 1, 1999, teachers certified by the
20 national board may receive a bonus of \$3,000 per year as recognition of
21 their outstanding performance. The amount of the bonus shall be
22 prorated by the number of months in the fiscal year the individual is
23 actually certified. The superintendent of public instruction shall
24 adopt rules to implement this section to ensure appropriate
25 accountability and documentation for receipt of the matching funds and
26 bonus. The bonus provided in this subsection shall not be considered
27 salary or compensation for purposes of RCW 28A.400.200.

28 **Sec. 514.** 1997 c 454 s 507 (uncodified) is amended to read as
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
31 **BILINGUAL PROGRAMS**

32	General Fund Appropriation (FY 1998)	. . . . . \$	((31,146,000))
33			<u>30,751,000</u>
34	General Fund Appropriation (FY 1999)	. . . . . \$	((33,414,000))
35			<u>32,902,000</u>
36	TOTAL APPROPRIATION	. . . . . \$	((64,560,000))
37			<u>63,653,000</u>

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

3 (1) The appropriation for fiscal year 1998 provides such funds as
4 are necessary for the remaining months of the 1996-97 school year.

5 (2) The superintendent of public instruction shall study the
6 formula components proposed for the 1998-99 school year and prepare a
7 report to the legislature no later than January 15, 1998.

8 (3) The superintendent shall distribute a maximum of \$643.78 per
9 eligible bilingual student in the 1997-98 and 1998-99 school years,
10 exclusive of salary and benefit adjustments provided in section 503 of
11 this act.

12 (4) School districts may be reimbursed for services provided to
13 students in preschool transitional bilingual programs that meet rules
14 established by the superintendent of public instruction for such
15 reimbursement.

16 **Sec. 515.** 1997 c 149 s 516 (uncodified) is amended to read as
17 follows:

18 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
19 **ASSISTANCE PROGRAM**

20	General Fund Appropriation (FY 1998)	. . . . . \$	((60,309,000))
21			<u>60,130,000</u>
22	General Fund Appropriation (FY 1999)	. . . . . \$	((60,862,000))
23			<u>60,510,000</u>
24	TOTAL APPROPRIATION	. . . . . \$	((121,171,000))
25			<u>120,640,000</u>

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

28 (1) The appropriation for fiscal year 1998 provides such funds as
29 are necessary for the remaining months of the 1996-97 school year.

30 (2) For making the calculation of the percentage of students
31 scoring in the lowest quartile as compared with national norms,
32 beginning with the 1991-92 school year, the superintendent shall
33 multiply each school district's 4th and 8th grade test results by 0.86.

34 (3) Funding for school district learning assistance programs shall
35 be allocated at maximum rates of \$378.33 per funded unit for the 1997-
36 98 school year and \$379.47 per funded unit for the 1998-99 school year
37 exclusive of salary and benefit adjustments provided in section 504 of
38 this act. School districts may carryover up to 10 percent of funds

1 allocated under this program; however, carryover funds shall be
2 expended for the learning assistance program.

3 (a) A school district's funded units for the 1997-98 and 1998-99
4 school years shall be the sum of the following:

5 (i) The district's full-time equivalent enrollment in kindergarten
6 through 6th grade, times the 5-year average 4th grade test result as
7 adjusted pursuant to subsection (2) of this section, times 0.92; and

8 (ii) The district's full-time equivalent enrollment in grades 7
9 through 9, times the 5-year average 8th grade test result as adjusted
10 pursuant to subsection (2) of this section, times 0.92; and

11 (iii) If in the prior school year the district's percentage of
12 October headcount enrollment in grades K-12 eligible for free and
13 reduced price lunch exceeded the state average, subtract the state
14 average percentage of students eligible for free and reduced price
15 lunch from the district's percentage and multiply the result by the
16 district's K-12 annual average full-time equivalent enrollment for the
17 current school year times 22.30 percent.

18 **Sec. 516.** 1997 c 454 s 508 (uncodified) is amended to read as
19 follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

21 General Fund Appropriation (FY 1998)	\$	((49,815,000))
		<u>49,556,000</u>
23 General Fund Appropriation (FY 1999)	\$	((56,962,000))
		<u>56,524,000</u>
25 TOTAL APPROPRIATION	\$	((106,777,000))
		<u>106,080,000</u>

26

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

29 (1) A maximum of \$((50,841,000)) 50,490,000 is provided for
30 learning improvement allocations to school districts to enhance the
31 ability of instructional staff to teach and assess the essential
32 academic learning requirements for reading, writing, communication, and
33 math in accordance with the timelines and requirements established
34 under RCW 28A.630.885. However, special emphasis shall be given to the
35 successful teaching of reading. Allocations under this section shall
36 be subject to the following conditions and limitations:

37 (a) In accordance with the timetable for the implementation of the
38 assessment system by the commission on student learning, the

1 allocations for the 1997-98 and 1998-99 school years shall be at a
2 maximum annual rate per full-time equivalent student of \$36.69 for
3 students enrolled in grades K-4, \$30.00 for students enrolled in grades
4 5-7, and \$22.95 for students enrolled in grades 8-12. Allocations
5 shall be made on the monthly apportionment schedule provided in RCW
6 28A.510.250.

7 (b) A district receiving learning improvement allocations shall:

8 (i) Develop and keep on file at each building a student learning
9 improvement plan to achieve the student learning goals and essential
10 academic learning requirements and to implement the assessment system
11 as it is developed. The plan shall delineate how the learning
12 improvement allocations will be used to accomplish the foregoing. The
13 plan shall be made available to the public upon request;

14 (ii) Maintain a policy regarding the involvement of school staff,
15 parents, and community members in instructional decisions;

16 (iii) File a report by October 1, 1998, and October 1, 1999, with
17 the office of the superintendent of public instruction, in a format
18 developed by the superintendent that: Enumerates the activities funded
19 by these allocations; the amount expended for each activity; describes
20 how the activity improved understanding, teaching, and assessment of
21 the essential academic learning requirements by instructional staff;
22 and identifies any amounts expended from this allocation for
23 supplemental contracts; and

24 (iv) Provide parents and the local community with specific
25 information on the use of this allocation by including in the annual
26 performance report required in RCW 28A.320.205, information on how
27 funds allocated under this subsection were spent and the results
28 achieved.

29 (c) The superintendent of public instruction shall compile and
30 analyze the school district reports and present the results to the
31 office of financial management and the appropriate committees of the
32 legislature no later than November 15, 1998, and November 15, 1999.

33 (2) \$((~~55,937,000~~)) 55,590,000 is provided for local education
34 program enhancements to meet educational needs as identified by the
35 school district, including alternative education programs. This amount
36 includes such amounts as are necessary for the remainder of the 1996-97
37 school year. Allocations for the 1997-98 and 1998-99 school year shall
38 be at a maximum annual rate of \$29.86 per full-time equivalent student
39 as determined pursuant to subsection (3) of this section. Allocations

1 shall be made on the monthly apportionment payment schedule provided in
2 RCW 28A.510.250.

3 (3) Allocations provided under this section shall be based on
4 school district annual average full-time equivalent enrollment in
5 grades kindergarten through twelve: PROVIDED, That for school
6 districts enrolling not more than one hundred average annual full-time
7 equivalent students, and for small school plants within any school
8 district designated as remote and necessary schools, the allocations
9 shall be as follows:

10 (a) Enrollment of not more than 60 average annual full-time
11 equivalent students in grades kindergarten through six shall generate
12 funding based on sixty full-time equivalent students;

13 (b) Enrollment of not more than 20 average annual full-time
14 equivalent students in grades seven and eight shall generate funding
15 based on twenty full-time equivalent students; and

16 (c) Enrollment of not more than 60 average annual full-time
17 equivalent students in grades nine through twelve shall generate
18 funding based on sixty full-time equivalent students.

19 (4) Funding provided pursuant to this section does not fall within
20 the definition of basic education for purposes of Article IX of the
21 state Constitution and the state's funding duty thereunder.

22 (5) Receipt by a school district of one-fourth of the district's
23 allocation of funds under this section, shall be conditioned on a
24 finding by the superintendent that:

25 (a) The district is enrolled as a medicaid service provider and is
26 actively pursuing federal matching funds for medical services provided
27 through special education programs, pursuant to RCW 74.09.5241 through
28 74.09.5256 (Title XIX funding); and

29 (b) The district is filing truancy petitions as required under
30 chapter 312, Laws of 1995 and RCW 28A.225.030.

31 (End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 1997 c 454 s 601 (uncodified) is amended to read as follows:

The appropriations in sections 603 through 609 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 603 through 609 of this act.

(2)(a) The salary increases provided or referenced in this subsection shall be the allowable salary increases provided at institutions of higher education, excluding increases associated with normally occurring promotions and increases related to faculty and professional staff retention, and excluding increases associated with employees under the jurisdiction of chapter 41.56 RCW pursuant to the provisions of RCW 28B.16.015.

(b) Each institution of higher education shall provide to each classified staff employee as defined by the office of financial management a salary increase of 3.0 percent on July 1, 1997. Each institution of higher education shall provide to instructional and research faculty, exempt professional staff, academic administrators, academic librarians, counselors, teaching and research assistants as classified by the office of financial management, and all other nonclassified staff, including those employees under RCW 28B.16.015, an average salary increase of 3.0 percent on July 1, 1997. For employees under the jurisdiction of chapter 41.56 RCW pursuant to the provisions of RCW 28B.16.015, distribution of the salary increases will be in accordance with the applicable collective bargaining agreement. However, an increase shall not be provided to any classified employee whose salary is above the approved salary range maximum for the class to which the employee's position is allocated. To collect consistent data for use by the legislature, the office of financial management, and other state agencies for policy and planning purposes, institutions of higher education shall report personnel data to be used in the department of personnel's human resource data warehouse in compliance with uniform reporting procedures established by the department of personnel.

1 (c) Each institution of higher education receiving appropriations
2 under sections 604 through 609 of this act may provide to instructional
3 and research faculty, exempt professional staff, academic
4 administrators, academic librarians, counselors, teaching and research
5 assistants, as classified by the office of financial management, and
6 all other nonclassified staff, but not including employees under RCW
7 28B.16.015, an additional average salary increase of 1.0 percent on
8 July 1, 1997, and an average salary increase of 2.0 percent on July 1,
9 1998. Any salary increases authorized under this subsection (2)(c)
10 shall not be included in an institution's salary base. It is the
11 intent of the legislature that general fund--state support for an
12 institution shall not increase during the current or any future
13 biennium as a result of any salary increases authorized under this
14 subsection (2)(c).

15 (d) Specific salary increases authorized in sections 603 through
16 609 of this act are in addition to any salary increase provided in this
17 subsection.

18 (3)(a) Each institution receiving appropriations under sections 604
19 through 609 of this act shall submit plans for achieving measurable and
20 specific improvements in academic years 1997-98 and 1998-99 to the
21 higher education coordinating board. The plans, to be prepared at the
22 direction of the board, shall be submitted by August 15, 1997 (for
23 academic year 1997-98) and June 30, 1998 (for academic year 1998-99).
24 The following measures and goals will be used for the 1997-99 biennium:

	Goal
(i) Undergraduate graduation efficiency index:	
For students beginning as freshmen	95
For transfer students	90
(ii) Undergraduate student retention, defined as the percentage of all undergraduate students who return for the next year at the same institution, measured from fall to fall:	
Research universities	95%
Comprehensive universities and college	90%
(iii) Graduation rates, defined as the percentage of an entering freshmen class at each institution that graduates within five years:	
Research universities	65%
Comprehensive universities and college	55%

1 (iv) A measure of faculty productivity, with goals and targets in
2 accord with the legislative intent to achieve measurable and specific
3 improvements, to be determined by the higher education coordinating
4 board, in consultation with the institutions receiving appropriations
5 under sections 604 through 609 of this act.

6 (v) For 1998-99, measures of performance demonstrating specific and
7 measurable improvements related to distance education and education
8 provided primarily through technology, to be determined by the higher
9 education coordinating board, in consultation with the institutions
10 receiving appropriations under sections 604 through 609 of this act.

11 (vi) An additional measure and goal to be selected by the higher
12 education coordinating board for each institution, in consultation with
13 each institution.

14 (b) Academic year 1995-96 shall be the baseline year against which
15 performance in academic year 1997-98 shall be measured. Academic year
16 1997-98 shall be the baseline year against which performance in
17 academic year 1998-99 shall be measured. The difference between each
18 institution's baseline year and the state-wide performance goals shall
19 be calculated and shall be the performance gap for each institution for
20 each measure for each year. The higher education coordinating board
21 shall set performance targets for closing the performance gap for each
22 measure for each institution. Performance targets shall be set at
23 levels that reflect meaningful and substantial progress towards the
24 state-wide performance goals. Each institution shall report to the
25 higher education coordinating board on its actual performance
26 achievement for each measure for academic year 1997-98 by June 30,
27 1998, except that performance reporting for the student retention
28 measure shall be completed by October 15, 1998.

29 (4) The state board for community and technical colleges shall
30 develop an implementation plan for measurable and specific improvements
31 in productivity, efficiency, and student retention in academic years
32 1997-98 and 1998-99 consistent with the performance management system
33 developed by the work force training and education coordinating board
34 and for the following long-term performance goals:

	Goal
35 (a) Hourly wages for vocational graduates	\$12/hour
36 (b) Academic students transferring to Washington	
37 higher education institutions	67%
38 (c) Core course completion rates	85%
39	

2 (5) The state's public institutions of higher education
3 increasingly are being called upon to become more efficient in
4 conducting the business operations necessary to support the carrying
5 out of their academic missions. The legislature recognizes that state
6 laws and regulations may have the unintended effect of acting as
7 barriers to efficient operation in some instances, and desires to
8 encourage the institutions of higher education to think beyond the
9 constraints of current law in identifying opportunities for improved
10 efficiency. Accordingly, the legislature requests that the
11 institutions of higher education, working together through the council
12 of presidents' office and the state board for community and technical
13 colleges, identify opportunities for changes in state law that would
14 form the basis for a new efficiency compact with the state, for
15 consideration no later than the 1999 legislative session.

16 **Sec. 602.** 1997 c 454 s 602 (uncodified) is amended to read as
17 follows:

18 ((+1)) The appropriations in sections 603 through 609 of this act
19 provide state general fund support or employment and training trust
20 account support for full-time equivalent student enrollments at each
21 institution of higher education. Listed below are the annual full-time
22 equivalent student enrollments by institution assumed in this act.

	1997-98	1998-99
	Annual	Annual
	Average	Average
26 University of Washington		
27 Main campus	31,297	((31,527))
28		<u>31,729</u>
29 Bothell branch	775	895
30 Tacoma branch	847	992
31 Washington State University		
32 Main campus	17,403	((17,723))
33		<u>17,272</u>
34 Spokane branch	352	442
35 Tri-Cities branch	754	((814))

1			<u>754</u>
2	Vancouver branch	851	971
3	Central Washington University	7,346	7,446
4	Eastern Washington University	7,739	7,739
5	The Evergreen State College	3,496	((3,576))
6			<u>3,684</u>
7	Western Washington University	10,188	((10,338))
8			<u>10,418</u>
9	State Board for Community and		
10	Technical Colleges	((116,426))	118,526
11		<u>115,426</u>	
12	Higher Education Coordinating		
13	Board	50	50

14 **Sec. 603.** 1997 c 454 s 603 (uncodified) is amended to read as
15 follows:

16 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

17	General Fund--State Appropriation (FY 1998) . . . \$	((382,891,000))
18		<u>382,998,000</u>
19	General Fund--State Appropriation (FY 1999) . . . \$	((420,961,000))
20		<u>425,365,000</u>
21	General Fund--Federal Appropriation \$	11,404,000
22	Employment and Training Trust Account	
23	Appropriation \$	((26,346,000))
24		<u>28,764,000</u>
25	TOTAL APPROPRIATION \$	((841,602,000))
26		<u>848,531,000</u>

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

29 (1) \$2,718,000 of the general fund--state appropriation for fiscal
30 year 1998 and \$4,079,000 of the general fund--state appropriation for
31 fiscal year 1999 shall be held in reserve by the board. These funds
32 are provided for improvements in productivity, efficiency, and student
33 retention. The board may approve the fiscal year 1998 allocation of
34 funds under this subsection upon completion of an implementation plan.
35 The implementation plan shall be submitted by the board to the
36 appropriate legislative committees and the office of financial
37 management in accordance with section 601(4) of this act by September

1 1, 1997. The board may approve the fiscal year 1999 allocation of
2 funds under this subsection based on the board's evaluation of:

3 (a) College performance compared to the goals for productivity,
4 efficiency, and student retention as submitted in the plan required in
5 section 601(4) of this act; and

6 (b) The quality and effectiveness of the strategies the colleges
7 propose to achieve continued improvement in quality and efficiency
8 during the 1998-99 academic year.

9 (2) \$2,553,000 of the general fund--state appropriation for fiscal
10 year 1998, ~~\$(28,761,000))~~ 30,843,000 of the general fund--state
11 appropriation for fiscal year 1999, and the entire employment and
12 training trust account appropriation are provided solely as special
13 funds for training and related support services, including financial
14 aid, child care, and transportation, as specified in chapter 226, Laws
15 of 1993 (employment and training for unemployed workers) (~~and~~
16 ~~Substitute House Bill No. 2214~~)).

17 (a) Funding is provided to support (~~up to~~) 6,200 full-time
18 equivalent students in fiscal year 1998 and 7,200 full-time equivalent
19 students in (~~each~~) fiscal year 1999.

20 (b) The state board for community and technical colleges shall
21 submit a plan for the allocation of the full-time equivalent students
22 provided in this subsection to the workforce training and education
23 coordinating board for review and approval.

24 (3) \$1,441,000 of the general fund--state appropriation for fiscal
25 year 1998 and \$1,441,000 of the general fund--state appropriation for
26 fiscal year 1999 are provided solely for 500 FTE enrollment slots to
27 implement RCW 28B.50.259 (timber-dependent communities).

28 (4) \$1,862,500 of the general fund--state appropriation for fiscal
29 year 1998 and \$1,862,500 of the general fund--state appropriation for
30 fiscal year 1999 are provided solely for assessment of student outcomes
31 at community and technical colleges.

32 (5) \$706,000 of the general fund--state appropriation for fiscal
33 year 1998 and \$706,000 of general fund--state appropriation for fiscal
34 year 1999 are provided solely to recruit and retain minority students
35 and faculty.

36 (6) Up to \$1,035,000 of the general fund--state appropriation for
37 fiscal year 1998 and up to \$2,102,000 of the general fund--state
38 appropriation for fiscal year 1999 may be used in combination with
39 salary and benefit savings from faculty turnover to provide faculty

1 salary increments and associated benefits. To the extent general
2 salary increase funding is used to pay faculty increments, the general
3 salary increase shall be reduced by the same amount.

4 (7) To address part-time faculty salary disparities and to increase
5 the ratio of full-time to part-time faculty instructors, the board
6 shall provide salary increases to part-time instructors or hire
7 additional full-time instructional staff under the following conditions
8 and limitations: (a) The amount used for such purposes shall not
9 exceed an amount equivalent to an additional salary increase of 1.0
10 percent on July 1, 1997, and an additional salary increase of 2.0
11 percent on July 1, 1998, for instructional faculty as classified by the
12 office of financial management; and (b) at least \$2,934,000 shall be
13 spent for the purposes of this subsection.

14 (8) \$83,000 of the general fund--state appropriation for fiscal
15 year 1998 and \$1,567,000 of the general fund--state appropriation for
16 fiscal year 1999 are provided for personnel and expenses to develop
17 curricula, library resources, and operations of Cascadia Community
18 College. It is the legislature's intent to use the opportunity
19 provided by the establishment of the new institution to conduct a pilot
20 project of budgeting based on instructional standards and outcomes.
21 The college shall use a portion of the available funds to develop a set
22 of measurable standards and outcomes as the basis for budget
23 development in the 1999-01 biennium.

24 (9) The technical colleges may increase tuition and fees to conform
25 with the percentage increase in community college operating fees
26 enacted by the 1997 legislature. The community colleges may charge up
27 to the maximum level authorized for services and activities fees in RCW
28 28B.15.069.

29 (10) Community and technical colleges with below-average faculty
30 salaries may use funds identified by the state board in the 1997-98 and
31 1998-99 operating allocations to increase faculty salaries no higher
32 than the system-wide average.

33 (11) \$1,000,000 of the general fund--state appropriation for fiscal
34 year 1998 and \$1,000,000 of the general fund--state appropriation for
35 fiscal year 1999 are provided solely for tuition support for students
36 enrolled in work-based learning programs.

37 (12) \$1,200,000 of the general fund--state appropriation for fiscal
38 year 1999 is provided solely for technical support for local and state
39 computer networking.

1 **Sec. 604.** 1997 c 454 s 604 (uncodified) is amended to read as
2 follows:

3 **FOR UNIVERSITY OF WASHINGTON**

4	General Fund Appropriation (FY 1998)	\$	283,923,000
5	General Fund Appropriation (FY 1999)	\$	((289,807,000))
6			<u>295,473,000</u>
7	Death Investigations Account Appropriation	\$	((1,810,000))
8			<u>2,162,000</u>
9	Industrial Insurance Premium Refund Account		
10	Appropriation	\$	514,000
11	Accident Account Appropriation	\$	4,969,000
12	Medical Aid Account Appropriation	\$	4,989,000
13	TOTAL APPROPRIATION	\$	((586,012,000))
14			<u>592,030,000</u>

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

17 (1) \$2,019,000 of the general fund appropriation for fiscal year
18 1998 and \$3,029,000 of the general fund appropriation for fiscal year
19 1999 shall be placed in reserve. The office of financial management
20 shall approve the allotment of amounts under this subsection upon
21 notification by the higher education coordinating board. These amounts
22 are provided for the preparation of plans and for the achievement of
23 measurable and specific improvements towards performance and
24 accountability goals as outlined in section 601(3) of this act.

25 (2) \$800,000 of the general fund appropriation for fiscal year 1998
26 and \$1,896,000 of the general fund appropriation for fiscal year 1999
27 are provided solely to support additional upper-division and graduate
28 level enrollments at the Tacoma branch campus above the 1996-97
29 budgeted FTE level.

30 (3) \$593,000 of the general fund appropriation for fiscal year 1998
31 and \$1,547,000 of the general fund appropriation for fiscal year 1999
32 are provided solely to support additional upper-division and graduate
33 level enrollments at the Bothell branch campus above the 1996-97
34 budgeted FTE level.

35 (4) \$186,000 of the general fund appropriation for fiscal year 1998
36 and \$186,000 of the general fund appropriation for fiscal year 1999 are
37 provided solely for assessment of student outcomes.

1 (5) \$324,000 of the general fund appropriation for fiscal year 1998
2 and \$324,000 of the general fund appropriation for fiscal year 1999 are
3 provided solely to recruit and retain minority students and faculty.

4 (6) \$130,000 of the general fund appropriation for fiscal year 1998
5 and \$130,000 of the general fund appropriation for fiscal year 1999 are
6 provided solely for the implementation of the Puget Sound work plan
7 agency action item UW-01.

8 (7) \$1,200,000 of the general fund appropriation for fiscal year
9 1998 and \$1,200,000 of the general fund appropriation for fiscal year
10 1999 are provided solely for competitively offered faculty recruitment
11 and retention salary adjustments. The university shall provide a
12 report in their 1999-01 biennial operating budget request submittal on
13 the effective expenditure of funds for the purposes of this subsection.

14 (8) \$47,000 of the fiscal year 1998 general fund appropriation and
15 \$47,000 of the fiscal year 1999 general fund appropriation are provided
16 solely to employ a fossil preparator/educator in the Burke Museum. The
17 entire amounts provided in this subsection shall be provided directly
18 to the Burke Museum.

19 (9) \$75,000 of the general fund appropriation for fiscal year 1998
20 and \$75,000 of the general fund appropriation for fiscal year 1999 are
21 provided solely for enhancements to research capabilities at the
22 Olympic natural resources center.

23 (10) \$3,000,000 of the general fund appropriation for fiscal year
24 1999 is provided solely to staff and equip a connection to the very
25 high performance backbone network service initiated by the national
26 science foundation.

27 (11) \$560,000 of the general fund appropriation for fiscal year
28 1999 is provided solely to operate the disabilities, opportunities,
29 internetworking, and technology (DO IT) program.

30 (12) \$1,000,000 of the general fund appropriation for fiscal year
31 1999 is provided solely for the advanced technology research
32 initiative.

33 **Sec. 605.** 1997 c 454 s 605 (uncodified) is amended to read as
34 follows:

35 **FOR WASHINGTON STATE UNIVERSITY**

36	General Fund Appropriation (FY 1998)	. . . . . \$	((166,644,000))
37			<u>167,919,000</u>
38	General Fund Appropriation (FY 1999)	. . . . . \$	((172,819,000))

1		<u>172,279,000</u>
2	Air Pollution Control Account Appropriation . . . \$	206,000
3	TOTAL APPROPRIATION \$	((339,669,000))
4		<u>340,404,000</u>

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

7 (1) \$1,204,000 of the general fund appropriation for fiscal year
8 1998 and \$1,807,000 of the general fund appropriation for fiscal year
9 1999 shall be placed in reserve. The office of financial management
10 shall approve the allotment of amounts under this subsection upon
11 notification by the higher education coordinating board. These amounts
12 are provided for the preparation of plans and for the achievement of
13 measurable and specific improvements towards performance and
14 accountability goals as outlined in section 601(3) of this act.

15 (2) \$1,059,000 of the general fund appropriation for fiscal year
16 1999 is provided solely to support additional upper-division and
17 graduate level enrollments at the Vancouver branch campus above the
18 1996-97 budgeted FTE level.

19 (3) \$263,000 of the general fund appropriation for fiscal year 1998
20 and \$((789,000)) 259,000 of the general fund appropriation for fiscal
21 year 1999 are provided solely to support additional upper-division and
22 graduate level enrollments at the Tri-Cities branch campus above the
23 1996-97 budgeted FTE level.

24 (4) \$971,000 of the general fund appropriation for fiscal year 1999
25 is provided solely to support additional upper-division and graduate
26 level enrollments at the Spokane branch campus above the 1996-97
27 budgeted FTE level.

28 (5) \$186,000 of the general fund appropriation for fiscal year 1998
29 and \$186,000 of the general fund appropriation for fiscal year 1999 are
30 provided solely for assessment of student outcomes.

31 (6) \$140,000 of the general fund appropriation for fiscal year 1998
32 and \$140,000 of the general fund appropriation for fiscal year 1999 are
33 provided solely to recruit and retain minority students and faculty.

34 (7) \$157,000 of the general fund appropriation for fiscal year 1998
35 and \$157,000 of the general fund appropriation for fiscal year 1999 are
36 provided solely for the implementation of the Puget Sound work plan
37 agency action item WSU-01.

38 (8) \$600,000 of the general fund appropriation for fiscal year 1998
39 and \$600,000 of the general fund appropriation for fiscal year 1999 are

1 provided solely for competitively offered faculty recruitment and
2 retention salary adjustments. The university shall provide a report in
3 their 1999-01 biennial operating budget request submittal on the
4 effective expenditure of funds for the purposes of this subsection.

5 (9) \$50,000 of the general fund appropriation for fiscal year 1998
6 and \$50,000 of the general fund appropriation for fiscal year 1999 are
7 provided solely for yellow star thistle research.

8 (10) \$55,000 of the general fund appropriation for fiscal year 1998
9 and \$55,000 of the general fund appropriation for fiscal year 1999 are
10 provided solely for the Goldendale distance learning center.

11 (11) \$750,000 of the general fund appropriation for fiscal year
12 1999 is provided solely for the teaching and learning center. Funds
13 will train faculty and teaching assistants and purchase equipment for
14 the design and delivery of courses and programs offered at a distance
15 or using technology, purchase software or contracts for development of
16 learning modules, develop and implement tools for assessing student
17 learning from courses offered at a distance or using technology, and
18 facilitate partnerships and collaborative programs promoting distance
19 and technology instruction with other institutions of higher education.

20 **Sec. 606.** 1997 c 454 s 606 (uncodified) is amended to read as
21 follows:

22 **FOR EASTERN WASHINGTON UNIVERSITY**

23	General Fund Appropriation (FY 1998)	. . . . . \$	39,211,000
24	General Fund Appropriation (FY 1999)	. . . . . \$	((39,489,000))
25			<u>39,811,000</u>
26	TOTAL APPROPRIATION	. . . . . \$	((78,700,000))
27			<u>79,022,000</u>

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

30 (1) \$285,000 of the general fund appropriation for fiscal year 1998
31 and \$428,000 of the general fund appropriation for fiscal year 1999
32 shall be placed in reserve. The office of financial management shall
33 approve the allotment of amounts under this subsection upon
34 notification by the higher education coordinating board. These amounts
35 are provided for the preparation of plans and for the achievement of
36 measurable and specific improvements towards performance and
37 accountability goals as outlined in section 601(3) of this act.

1 (2) \$186,000 of the general fund appropriation for fiscal year 1998
2 and \$186,000 of the general fund appropriation for fiscal year 1999 are
3 provided solely for assessment of student outcomes.

4 (3) \$93,000 of the general fund appropriation for fiscal year 1998
5 and \$93,000 of the general fund appropriation for fiscal year 1999 are
6 provided solely to recruit and retain minority students and faculty.

7 (4) \$53,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$54,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for competitively offered faculty
10 recruitment and retention salary adjustments. The university shall
11 provide a report in their 1999-01 biennial operating budget request
12 submittal on the effective expenditure of funds for the purposes of
13 this subsection.

14 (5) \$3,188,000 of the general fund appropriation for fiscal year
15 1998 and \$3,188,000 of the general fund appropriation for fiscal year
16 1999 shall be placed in reserve pending attainment of budgeted
17 enrollments of 6,942 FTEs. The office of financial management shall
18 approve the allotment of funds under this subsection at the annual rate
19 of \$4,000 for annual student FTEs in excess of 6,942 based on tenth day
20 quarterly enrollment and the office of financial management's quarterly
21 budget driver report. In addition, allotments of reserve funds in this
22 section shall be approved by the office of financial management upon
23 approval by the higher education coordinating board for (a) actions
24 that will result in additional enrollment growth, and (b) contractual
25 obligations in fiscal year 1998 to the extent such funds are required.

26 (6) \$280,000 of the general fund appropriation for fiscal year 1999
27 is provided solely for collaboration with the teaching and learning
28 center at Washington State University to increase teaching and learning
29 at a distance or through the use of technology.

30 **Sec. 607.** 1997 c 454 s 607 (uncodified) is amended to read as
31 follows:

32 **FOR CENTRAL WASHINGTON UNIVERSITY**

33	General Fund Appropriation (FY 1998)	. . . . . \$	((37,214,000))
34			<u>37,274,000</u>
35	General Fund Appropriation (FY 1999)	. . . . . \$	((38,616,000))
36			<u>39,004,000</u>
37	TOTAL APPROPRIATION	. . . . . \$	((75,830,000))
38			<u>76,278,000</u>

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

3 (1) \$269,000 of the general fund appropriation for fiscal year 1998
4 and \$403,000 of the general fund appropriation for fiscal year 1999
5 shall be placed in reserve. The office of financial management shall
6 approve the allotment of amounts under this subsection upon
7 notification by the higher education coordinating board. These amounts
8 are provided for the preparation of plans and for the achievement of
9 measurable and specific improvements towards performance and
10 accountability goals as outlined in section 601(3) of this act.

11 (2) \$186,000 of the general fund appropriation for fiscal year 1998
12 and \$186,000 of the general fund appropriation for fiscal year 1999 are
13 provided solely for assessment of student outcomes.

14 (3) \$70,000 of the general fund appropriation for fiscal year 1998
15 and \$70,000 of the general fund appropriation for fiscal year 1999 are
16 provided solely to recruit and retain minority students and faculty.

17 (4) \$51,000 of the general fund appropriation for fiscal year 1998
18 and \$51,000 of the general fund appropriation for fiscal year 1999 are
19 provided solely for competitively offered faculty recruitment and
20 retention salary adjustments. The college shall provide a report in
21 their 1999-01 biennial operating budget request submittal on the
22 effective expenditure of funds for the purposes of this subsection.

23 (5) \$280,000 of the general fund appropriation for fiscal year 1999
24 is provided solely for collaboration with the teaching and learning
25 center at Washington State University to increase teaching and learning
26 at a distance or through the use of technology.

27 **Sec. 608.** 1997 c 454 s 608 (uncodified) is amended to read as
28 follows:

29 **FOR THE EVERGREEN STATE COLLEGE**

30	General Fund Appropriation (FY 1998)	. . . . . \$	20,151,000
31	General Fund Appropriation (FY 1999)	. . . . . \$	((20,518,000))
32			<u>21,047,000</u>
33	TOTAL APPROPRIATION	. . . . . \$	((40,669,000))
34			<u>41,198,000</u>

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

37 (1) \$144,000 of the general fund appropriation for fiscal year 1998
38 and \$217,000 of the general fund appropriation for fiscal year 1999

1 shall be placed in reserve. The office of financial management shall
2 approve the allotment of amounts under this subsection upon
3 notification by the higher education coordinating board. These amounts
4 are provided for the preparation of plans and for the achievement of
5 measurable and specific improvements towards performance and
6 accountability goals as outlined in section 601(3) of this act.

7 (2) \$186,000 of the general fund appropriation for fiscal year 1998
8 and \$186,000 of the general fund appropriation for fiscal year 1999 are
9 provided solely for assessment of student outcomes.

10 (3) \$47,000 of the general fund appropriation for fiscal year 1998
11 and \$47,000 of the general fund appropriation for fiscal year 1999 are
12 provided solely to recruit and retain minority students and faculty.

13 (4) \$29,000 of the general fund appropriation for fiscal year 1998
14 and \$29,000 of the general fund appropriation for fiscal year 1999 are
15 provided solely for competitively offered faculty recruitment and
16 retention salary adjustments. The college shall provide a report in
17 their 1999-01 biennial operating budget request submittal on the
18 effective expenditure of funds for the purposes of this subsection.

19 (5) \$140,000 of the general fund appropriation for fiscal year 1999
20 is provided solely for collaboration with the teaching and learning
21 center at Washington State University to increase teaching and learning
22 at a distance or through the use of technology.

23 **Sec. 609.** 1997 c 454 s 609 (uncodified) is amended to read as
24 follows:

25 **FOR WESTERN WASHINGTON UNIVERSITY**

26	General Fund Appropriation (FY 1998)	. . . . . \$	47,822,000
27	General Fund Appropriation (FY 1999)	. . . . . \$	((48,855,000))
28			<u>49,604,000</u>
29	TOTAL APPROPRIATION	. . . . . \$	((96,677,000))
30			<u>97,426,000</u>

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

33 (1) \$342,000 of the general fund appropriation for fiscal year 1998
34 and \$514,000 of the general fund appropriation for fiscal year 1999
35 shall be placed in reserve. The office of financial management shall
36 approve the allotment of amounts under this subsection upon
37 notification by the higher education coordinating board. These amounts
38 are provided for the preparation of plans and for the achievement of

1 measurable and specific improvements towards performance and
2 accountability goals as outlined in section 601(3) of this act.

3 (2) \$186,000 of the general fund appropriation for fiscal year 1998
4 and \$186,000 of the general fund appropriation for fiscal year 1999 are
5 provided solely for assessment of student outcomes.

6 (3) \$93,000 of the general fund appropriation for fiscal year 1998
7 and \$93,000 of the general fund appropriation for fiscal year 1999 are
8 provided solely to recruit and retain minority students and faculty.

9 (4) \$66,000 of the general fund appropriation for fiscal year 1998
10 and \$67,000 of the general fund appropriation for fiscal year 1999 are
11 provided solely for competitively offered faculty recruitment and
12 retention salary adjustments. The university shall provide a report
13 in their 1999-01 biennial operating budget request submittal on the
14 effective expenditure of funds for the purposes of this subsection.

15 (5) \$350,000 of the general fund appropriation for fiscal year 1999
16 is provided solely for collaboration with the teaching and learning
17 center at Washington State University to increase teaching and learning
18 at a distance or through the use of technology.

19 **Sec. 610.** 1997 c 454 s 611 (uncodified) is amended to read as
20 follows:

21 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**
22 **PROGRAMS**

23	General Fund--State Appropriation (FY 1998) . . . \$	89,369,000
24	General Fund--State Appropriation (FY 1999) . . . \$	((96,209,000))
25		<u>101,634,000</u>
26	General Fund--Federal Appropriation \$	8,255,000
27	<u>Education Excellence Account Appropriation . . . \$</u>	<u>550,000</u>
28	TOTAL APPROPRIATION \$	((193,833,000))
29		<u>199,808,000</u>

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

32 (1) \$527,000 of the general fund--state appropriation for fiscal
33 year 1998 and \$526,000 of the general fund--state appropriation for
34 fiscal year 1999 are provided solely for the displaced homemakers
35 program.

36 (2) \$216,000 of the general fund--state appropriation for fiscal
37 year 1998 and \$220,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for the western interstate
2 commission for higher education.

3 (3) \$118,000 of the general fund--state appropriation for fiscal
4 year 1998 and \$118,000 of the general fund--state appropriation for
5 fiscal year 1999 are provided solely for the health personnel resources
6 plan.

7 (4) \$1,000,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$1,000,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for the scholarships and loans
10 program under chapter 28B.115 RCW, the health professional conditional
11 scholarship program. This amount shall be deposited to the health
12 professional loan repayment and scholarship trust fund to carry out the
13 purposes of the program.

14 (5) \$86,783,000 of the general fund--state appropriation for fiscal
15 year 1998 and \$((93,728,000)) 99,328,000 of the general fund--state
16 appropriation for fiscal year 1999 are provided solely for student
17 financial aid, including all administrative costs. The amounts in (a),
18 (b), and (c) of this subsection are sufficient to implement Second
19 Substitute House Bill No. 1851 (higher education financial aid). Of
20 these amounts:

21 (a) \$67,266,000 of the general fund--state appropriation for fiscal
22 year 1998 and \$((73,968,000)) 79,568,000 of the general fund--state
23 appropriation for fiscal year 1999 are provided solely for the state
24 need grant program. ((-ii-)) After April 1 of each fiscal year, up to
25 one percent of the annual appropriation for the state need grant
26 program may be transferred to the state work study program.

27 (b) \$15,350,000 of the general fund--state appropriation for fiscal
28 year 1998 and \$15,350,000 of the general fund--state appropriation for
29 fiscal year 1999 are provided solely for the state work study program.
30 After April 1 of each fiscal year, up to one percent of the annual
31 appropriation for the state work study program may be transferred to
32 the state need grant program;

33 (c) \$2,420,000 of the general fund--state appropriation for fiscal
34 year 1998 and \$2,420,000 of the general fund--state appropriation for
35 fiscal year 1999 are provided solely for educational opportunity
36 grants. For the purpose of establishing eligibility for the equal
37 opportunity grant program for placebound students under RCW
38 28B.101.020, Thurston county lies within the branch campus service area
39 of the Tacoma branch campus of the University of Washington;

1 (d) A maximum of 2.1 percent of the general fund--state
2 appropriation for fiscal year 1998 and 2.1 percent of the general
3 fund--state appropriation for fiscal year 1999 may be expended for
4 financial aid administration, excluding the four percent state work
5 study program administrative allowance provision;

6 (e) \$230,000 of the general fund--state appropriation for fiscal
7 year 1998 and \$201,000 of the general fund--state appropriation for
8 fiscal year 1999 are provided solely for the educator's excellence
9 awards. Any educator's excellence moneys not awarded by April 1st of
10 each year may be transferred by the board to either the Washington
11 scholars program or, in consultation with the workforce training and
12 education coordinating board, to the Washington award for vocational
13 excellence;

14 (f) \$1,011,000 of the general fund--state appropriation for fiscal
15 year 1998 and \$1,265,000 of the general fund--state appropriation for
16 fiscal year 1999 are provided solely to implement the Washington
17 scholars program. Any Washington scholars program moneys not awarded
18 by April 1st of each year may be transferred by the board to either the
19 educator's excellence awards or, in consultation with the workforce
20 training and education coordinating board, to the Washington award for
21 vocational excellence;

22 (g) \$456,000 of the general fund--state appropriation for fiscal
23 year 1998 and \$474,000 of the general fund--state appropriation for
24 fiscal year 1999 are provided solely to implement Washington award for
25 vocational excellence program. Any Washington award for vocational
26 program moneys not awarded by April 1st of each year may be transferred
27 by the board to either the educator's excellence awards or the
28 Washington scholars program;

29 (h) \$51,000 of the general fund--state appropriation for fiscal
30 year 1998 and \$51,000 of the general fund--state appropriation for
31 fiscal year 1999 are provided solely for community scholarship matching
32 grants of \$2,000 each. To be eligible for the matching grant, a
33 nonprofit community organization organized under section 501(c)(3) of
34 the internal revenue code must demonstrate that it has raised \$2,000 in
35 new moneys for college scholarships after the effective date of this
36 act. No organization may receive more than one \$2,000 matching grant;
37 and

38 (6) \$175,000 of the general fund--state appropriation for fiscal
39 year 1998 (~~and \$175,000 of the general fund--state appropriation for~~

1 ~~fiscal year 1999 are)) is provided solely to implement Engrossed Second~~
2 ~~Substitute House Bill No. 1372 or Second Substitute Senate Bill No.~~
3 ~~5106 (Washington advanced college tuition payment program). ((If~~
4 ~~neither Engrossed Second Substitute House Bill No. 1372 nor Second~~
5 ~~Substitute Senate Bill No. 5106 is enacted by June 30, 1997, the~~
6 ~~amounts provided in this subsection shall lapse.))~~

7 (7) \$187,000 of the general fund--state appropriation for fiscal
8 year 1998 and \$188,000 of the general fund--state appropriation for
9 fiscal year 1999 are provided solely for a demonstration project in the
10 1997-99 biennium to provide undergraduate fellowships based upon the
11 graduate fellowship program.

12 (8) Funding is provided in this section for the development of
13 three models for tuition charges for distance learning programs.
14 Institutions involved in distance education or extended learning shall
15 provide information to the board on the usage, cost, and revenue
16 generated by such programs.

17 (9) \$300,000 of the education excellence account appropriation is
18 provided solely for the scholarship program created under chapter
19 28B.102 RCW, to be known as "Teach Washington."

20 (10) \$250,000 of the education excellence account appropriation is
21 provided solely for competitive contracts with public or private
22 institutions of higher education to design and offer flexible and
23 accessible programs for nonteachers to gain a teaching credential
24 through use of competency-based evaluations, distance learning,
25 abbreviated and flexible schedules, and other strategies that are
26 responsive to the demands of the midcareer learner. The board shall
27 collaborate with the state board of education to ensure high quality
28 proposals that are consistent with the state's learning standards.

29 **Sec. 611.** 1997 c 149 s 612 (uncodified) is amended to read as
30 follows:

31 **FOR THE JOINT CENTER FOR HIGHER EDUCATION**

32	General Fund Appropriation (FY 1998)	. . . . .	\$	1,469,000
33	General Fund Appropriation (FY 1999)	. . . . .	\$((1,470,000))	
34				<u>1,720,000</u>
35	TOTAL APPROPRIATION	. . . . .	\$((2,939,000))	
36				<u>3,189,000</u>

1 **Sec. 612.** 1997 c 149 s 614 (uncodified) is amended to read as
2 follows:

3 **FOR WASHINGTON STATE LIBRARY**

4	General Fund--State Appropriation (FY 1998)	\$	((7,483,000))
5			<u>7,533,000</u>
6	General Fund--State Appropriation (FY 1999)	\$	((7,281,000))
7			<u>7,731,000</u>
8	General Fund--Federal Appropriation	\$	((4,847,000))
9			<u>6,817,000</u>
10	TOTAL APPROPRIATION	\$	((19,611,000))
11			<u>22,081,000</u>

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

14 (1) At least \$2,524,000 shall be expended for a contract with the
15 Seattle public library for library services for the Washington book and
16 braille library.

17 (2) \$198,000 of the general fund--state appropriation for fiscal
18 year 1998 (~~is~~) and \$200,000 of the general fund--state appropriation
19 for fiscal year 1999 are provided solely for the state library to
20 continue the government information locator service in accordance with
21 chapter 171, Laws of 1996. The state library, in consultation with
22 interested parties, shall prepare an evaluation of the government
23 information locator service by October 1, 1997. The evaluation shall
24 include a cost-benefit analysis, a determination of fiscal impacts to
25 the state, and programmatic information. The evaluation report shall
26 be provided to the appropriate legislative fiscal committees.

27 **Sec. 613.** 1997 c 149 s 616 (uncodified) is amended to read as
28 follows:

29 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

30	General Fund Appropriation (FY 1998)	\$	((2,502,000))
31			<u>2,658,000</u>
32	General Fund Appropriation (FY 1999)	\$	((2,531,000))
33			<u>2,695,000</u>
34	TOTAL APPROPRIATION	\$	((5,033,000))
35			<u>5,353,000</u>

36 The appropriations in this section are subject to the following
37 conditions and limitations: \$216,200 of the general fund appropriation

1 for fiscal year 1998 and \$216,200 of the general fund appropriation for
2 fiscal year 1999 are provided solely for exhibit and educational
3 programming.

4 **Sec. 614.** 1997 c 149 s 618 (uncodified) is amended to read as
5 follows:

6 **FOR THE STATE SCHOOL FOR THE BLIND**

7	General Fund--State Appropriation (FY 1998)	\$((3,714,000))
8		<u>3,723,000</u>
9	General Fund--State Appropriation (FY 1999)	\$((3,738,000))
10		<u>3,747,000</u>
11	General Fund--Private/Local Appropriation	\$ ((192,000))
12		<u>418,000</u>
13	TOTAL APPROPRIATION	\$((7,644,000))
14		<u>7,888,000</u>

15 **Sec. 615.** 1997 c 149 s 619 (uncodified) is amended to read as
16 follows:

17 **FOR THE STATE SCHOOL FOR THE DEAF**

18	General Fund Appropriation (FY 1998)	\$ ((6,458,000))
19		<u>6,467,000</u>
20	General Fund Appropriation (FY 1999)	\$ ((6,459,000))
21		<u>6,468,000</u>
22	TOTAL APPROPRIATION	\$ ((12,917,000))
23		<u>12,935,000</u>

24 (End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 1997 c 149 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 GENERAL FUND BOND DEBT

General Fund Appropriation (FY 1998)	(\$447,283,000)
	<u>448,355,000</u>
General Fund Appropriation (FY 1999)	(\$485,077,000)
	<u>484,005,000</u>
General Fund Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ 932,360,000
TOTAL APPROPRIATION	\$1,864,720,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for deposit into the general fund bonds subject to the limit bond retirement account.

Sec. 702. 1997 c 149 s 703 (uncodified) is amended to read as follows:

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 Appropriation (FY 1998)	\$(23,096,000)
	<u>23,186,000</u>
General Fund Appropriation (FY 1999)	\$(25,603,000)
	<u>25,642,000</u>
General Fund Bonds Excluded from the Limit	
Bond Retirement Account Appropriation	\$(48,699,000)
	<u>48,828,000</u>
Reimbursable Bonds Excluded from the Limit Bond	
Retirement Account Appropriation	\$ 104,933,000
Reimbursable Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ ((402,000))
	<u>2,264,000</u>
TOTAL APPROPRIATION	(\$202,733,000)

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The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for deposit into the general fund bonds excluded from the limit bond retirement account.

Sec. 703. 1997 c 149 s 705 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES

General Fund Appropriation (FY 1998)	. . . . .	\$	475,000
General Fund Appropriation (FY 1999)	. . . . .	\$	475,000
Higher Education Construction Account Appropriation	.	\$	((215,000))
			<u>440,000</u>
State Building Construction Account Appropriation	. .	\$((6,374,000))	
			<u>7,683,000</u>
Public Safety Reimbursable Bond Account Appropriation	\$	((8,000))	
			<u>23,000</u>
TOTAL APPROPRIATION	. . . . .	\$((7,547,000))	
			<u>9,096,000</u>

Total Bond Retirement and Interest Appropriations contained in sections 701 through 705 of this act ((2\$121,748,000))
2,125,417,000

NEW SECTION. **Sec. 704.** A new section is added to 1997 c 149 (uncodified) to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--FOR PAYMENT OF TORT CLAIM

General Fund Appropriation (FY 1999)	\$	1,257,000
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Sec. 705. 1997 c 149 s 710 (uncodified) is amended to read as follows:

FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 ALLOCATIONS

General Fund--State Appropriation (FY 1998)	. . . . .	\$	3,380,000
General Fund--State Appropriation (FY 1999)	. . . . .	\$	1,960,000))
General Fund--Federal Appropriation	. . . . .	\$	2,883,000
Liquor Revolving Account Appropriation	. . . . .	\$	131,000
Health Care Authority Administrative Account			

1	Appropriation	\$	631,000
2	Accident Account Appropriation	\$	1,102,000
3	Medical Aid Account Appropriation	\$	1,102,000
4	Unemployment Compensation Administration Account--		
5	Federal Appropriation	\$	1,313,000
6	Administrative Contingency Account Appropriation . .	\$	948,000
7	Employment Services Administrative Account		
8	Appropriation	\$	500,000
9	Forest Development Account Appropriation	\$	156,000
10	Off Road Vehicle Account Appropriation	\$	7,000
11	Surveys and Maps Account Appropriation	\$	1,000
12	Aquatic Lands Enhancement Account Appropriation . . .	\$	8,000
13	Resource Management Cost Account Appropriation . . .	\$	348,000
14	TOTAL APPROPRIATION	\$	(14,470,000)
15			<u>9,130,000</u>

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

18 (1) The appropriations will be allocated by the office of financial
19 management to agencies to complete Year 2000 date conversion
20 maintenance on their computer systems. Agencies shall submit their
21 estimated costs of conversion to the office of financial management by
22 July 1, 1997.

23 (2) Up to \$10,000,000 of the cash balance of the data processing
24 revolving account may be expended on agency Year 2000 date conversion
25 costs. The \$10,000,000 will be taken from the cash balances of the
26 data processing revolving account's two major users, as follows:
27 \$7,000,000 from the department of information services and \$3,000,000
28 from the office of financial management. The office of financial
29 management in consultation with the department of information services
30 shall allocate these funds as needed to complete the date conversion
31 projects.

32 (3) Agencies receiving these allocations shall report at a minimum
33 to the information services board and to the governor every six months
34 on the progress of Year 2000 maintenance efforts.

35 NEW SECTION. **Sec. 706.** A new section is added to 1997 c 149
36 (uncodified) to read as follows:

37 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONVERSION**

38	General Fund Appropriation (FY 1998)	\$	393,000
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1	General Fund Appropriation (FY 1999)	\$	2,273,000
2	Hospital Commission Account Appropriation	\$	115,000
3	Architects' License Account Appropriation	\$	3,000
4	Professional Engineers' Account Appropriation	\$	9,000
5	Real Estate Commission Account Appropriation	\$	24,000
6	Health Professions Account Appropriation	\$	275,000
7	Master License Account Appropriation	\$	70,000
8	Safe Drinking Water Account Appropriation	\$	50,000
9	Uniform Commercial Code Account Appropriation	\$	11,000
10	Unemployment Compensation Administration Account--		
11	Federal Appropriation	\$	970,000
12	Employment Services Administrative Account		
13	Appropriation	\$	1,288,000
14	Department of Retirement Systems Expense Account		
15	Appropriation	\$	890,000
16	Health Services Account Appropriation	\$	254,000
17	TOTAL APPROPRIATION	\$	6,625,000

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

20 (1) The appropriations will be allocated by the office of financial
21 management to agencies to perform Year 2000 date conversion maintenance
22 on their computer systems.

23 (2) Agencies receiving these allocations shall report at a minimum
24 to the information services board and to the governor every six months
25 on the progress of Year 2000 maintenance efforts.

26 NEW SECTION. **Sec. 707.** A new section is added to 1997 c 149
27 (uncodified) to read as follows:

28	FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONTINGENCY POOL		
29	General Fund Appropriation (FY 1998)	\$	800,000
30	General Fund Appropriation (FY 1999)	\$	4,200,000
31	Year 2000 Contingency Revolving Account		
32	Appropriation	\$	5,000,000
33	TOTAL APPROPRIATION	\$	10,000,000

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

1 (1) The appropriations will be allocated by the office of financial
2 management, in consultation with the department of information systems,
3 to agencies to perform Year 2000 maintenance on their computer systems.

4 (2) To facilitate the transfer of moneys from dedicated funds and
5 accounts, the state treasurer is directed to transfer sufficient moneys
6 from each dedicated fund or account to the Year 2000 contingency
7 revolving account, hereby created in the state treasury, in accordance
8 with schedules provided by the office of financial management for
9 additional Year 2000 maintenance on their computer systems.

10 (3) All agencies that receive these allocations will report upon
11 request throughout the biennium to the information services board and
12 to the governor on the progress of Year 2000 maintenance efforts.

13 NEW SECTION. **Sec. 708.** A new section is added to 1997 c 149
14 (uncodified) to read as follows:

15 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may
16 be necessary, are appropriated from the general fund, unless otherwise
17 indicated, for relief of various individuals, firms, and corporations
18 for sundry claims. These appropriations are to be disbursed on
19 vouchers approved by the director of general administration, except as
20 otherwise provided, as follows:

21 (1) Reimbursement of criminal defendants acquitted on the basis of
22 self-defense, pursuant to RCW 9A.16.110:

23	(a) Steven M. Lauritz, claim number SCJ 97-11	\$ 2,534
24	(b) George Greenland, claim number SCJ 97-13	\$16,235
25	(c) Edwin H. Evans, claim number SCJ 97-14	\$ 4,529
26	(d) Bryan E. Vance, claim number SCJ 97-16	\$16,293
27	(e) Jesse L. Smith, claim number SCJ 97-17	\$23,027
28	(f) Thomas N. Klein, claim number SCJ 97-18	\$15,567
29	(g) John F. Richards, claim number SCJ 97-19	\$ 7,966
30	(h) Anthony C. Otto, claim number SCJ 97-09	\$16,962

31 (2) Payment from the state wildlife account for damage to crops by
32 wildlife, pursuant to RCW 77.12.280:

33	(a) D.F. Spurgeon, claim number SCG 97-03	\$ 980
34	(b) Kenneth Kunes, claim number SCG 97-06	\$ 2,288

35 (End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 1997 c 454 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance	
premiums distribution	\$ 6,617,250
General Fund Appropriation for public utility	
district excise tax distribution	\$ 35,183,803
General Fund Appropriation for prosecuting attorneys	
salaries	\$ 2,960,000
General Fund Appropriation for motor vehicle excise	
tax distribution	\$ 84,721,573
General Fund Appropriation for local mass transit	
assistance	\$ 383,208,166
General Fund Appropriation for camper and travel	
trailer excise tax distribution	\$ 3,904,937
General Fund Appropriation for boating	
safety/education and law enforcement	
distribution	\$ 3,616,000
Aquatic Lands Enhancement Account Appropriation	
for harbor improvement revenue distribution	\$ 142,000
Liquor Excise Tax Account Appropriation for liquor	
excise tax distribution	\$ 22,287,746
Liquor Revolving Fund Appropriation for liquor	
profits distribution	\$ 36,989,000
Timber Tax Distribution Account Appropriation	
for distribution to "Timber" counties	\$ 107,146,000
Municipal Sales and Use Tax Equalization Account	
Appropriation	\$ 66,860,014
County Sales and Use Tax Equalization Account	
Appropriation	\$ 11,843,224
Death Investigations Account Appropriation for	
distribution to counties for publicly funded	
autopsies	\$ 1,266,000
County Criminal Justice Account Appropriation	\$ (80,634,471)

1		88,664,471
2	Municipal Criminal Justice Account Appropriation	\$(32,042,450))
3		<u>35,012,450</u>
4	County Public Health Account Appropriation	\$(43,773,588))
5		<u>43,854,588</u>
6	TOTAL APPROPRIATION	(\$923,196,222))
7		<u>934,277,222</u>

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 **Sec. 802.** 1997 c 454 s 802 (uncodified) is amended to read as
12 follows:

13 **FOR THE STATE TREASURER--TRANSFERS**

14 General Fund: For transfer to the Water Quality
15 Account \$ ((26,607,000))
16 39,407,000

17 General Fund: For transfer to the Flood Control
18 Assistance Account \$ 4,000,000

19 General Fund: For transfer to the Washington
20 Housing Trust Account in accordance with
21 Senate Bill No. or House Bill
22 No. (Z-1221/98, temporary worker
23 housing) or significantly similar
24 legislation. If the bill is not enacted
25 on or before June 30, 1998, this transfer
26 shall lapse \$ 2,000,000

27 Emergency Reserve Fund: For transfer to the
28 Education Excellence Account in accordance
29 with House Bill No. (Z-1168.2/98) or
30 Senate Bill No./98 (Z-1192/98) \$ 11,100,000

31 State Convention and Trade Center Account: For
32 transfer to the State Convention and Trade
33 Center Operations Account \$ 3,877,000

34 Water Quality Account: For transfer to the Water
35 Pollution Control Account. Transfers shall be
36 made at intervals coinciding with deposits of
37 federal capitalization grant money into the
38 account. The amounts transferred shall not

1	exceed the match required for each federal	
2	deposit	\$ 21,688,000
3	State Treasurer's Service Account: For transfer to	
4	the general fund on or before June 30, 1999 an	
5	amount up to \$3,600,000 in excess of the cash	
6	requirements of the State Treasurer's Service	
7	Account	\$ 3,600,000
8	Public Works Assistance Account: For transfer to	
9	the Drinking Water Assistance Account	\$ 9,949,000
10	County Sales and Use Tax Equalization Account:	
11	For transfer to the County Public Health	
12	Account	\$ ((1,686,000))
13		<u>1,767,000</u>

14 (End of part)

1 this incremental one-hundredth of one percent shall be used solely for
2 the purposes described in section 22, chapter 483, Laws of 1993, and
3 for the purposes described in RCW 50.40.060. Any surplus from
4 contributions payable under this subsection (b) (~~will~~) may be
5 deposited in the unemployment compensation trust fund and/or used to
6 support the year 2000 conversion costs for the unemployment insurance
7 program.

8 (2)(a) Contributions under this section shall become due and be
9 paid by each employer under rules as the commissioner may prescribe,
10 and shall not be deducted, in whole or in part, from the remuneration
11 of individuals in the employ of the employer. Any deduction in
12 violation of this section is unlawful.

13 (b) In the payment of any contributions under this section, a
14 fractional part of a cent shall be disregarded unless it amounts to
15 one-half cent or more, in which case it shall be increased to one cent.

16 (3) If the commissioner determines that federal funding has been
17 increased to provide financing for the services specified in chapter
18 50.62 RCW, the commissioner shall direct that collection of
19 contributions under this section be terminated on the following January
20 1st.

21 **Sec. 904.** If any provision of this act or its application to any
22 person or circumstance is held invalid, the remainder of the act or the
23 application of the provision to other persons or circumstances is not
24 affected.

25 **Sec. 905.** This act is necessary for the immediate preservation of
26 the public peace, health, or safety, or support of the state government
27 and its existing public institutions, and takes effect immediately.

28 (End of part)

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