

**SUBSTITUTE SENATE BILL 5963**

**State of Washington                      56th Legislature                      1999 Regular Session**

**By Senate Committee on Ways & Means (originally sponsored by Senators Loveland and Rasmussen)**

Read first time 03/23/99.

1            AN ACT Relating to fiscal matters; amending RCW 72.09.050; amending  
2 1997 c 149 ss 140, 143, 305, 713, and 802 (uncodified); amending 1997  
3 c 235 s 501 (uncodified); amending 1997 c 454 s 509 (uncodified);  
4 amending 1998 c 346 ss 101, 102, 105, 106, 107, 108, 110, 111, 113,  
5 114, 115, 117, 118, 121, 128, 201, 202, 203, 204, 205, 206, 207, 208,  
6 209, 210, 211, 212, 213, 214, 217, 218, 219, 220, 222, 302, 304, 307,  
7 308, 401, 402, 502, 503, 504, 505, 507, 508, 509, 510, 511, 512, 513,  
8 514, 515, 601, 603, 604, 605, 606, 607, 608, 609, 610, 611, 701, 702,  
9 704, 705, 706, 707, 710, 714, 801, 802, and 803 (uncodified); amending  
10 1998 c 347 s 53 (uncodified); adding new sections to 1997 c 149  
11 (uncodified); making appropriations; and declaring an emergency.

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

**PART I**

**GENERAL GOVERNMENT**

15            **Sec. 101.** 1998 c 346 s 101 (uncodified) is amended to read as  
16 follows:

17 **FOR THE HOUSE OF REPRESENTATIVES**

18 General Fund Appropriation (FY 1998) . . . . . \$                      24,221,000

1	General Fund Appropriation (FY 1999) . . . . .	\$	((25,907,000))
2			<u>25,889,000</u>
3	Department of Retirement Systems Expense		
4	Account Appropriation . . . . .	\$	25,000
5	TOTAL APPROPRIATION . . . . .	\$	((50,153,000))
6			<u>50,135,000</u>

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

9       (1) \$75,000 of the general fund fiscal year 1998 appropriation and  
10 \$75,000 of the general fund fiscal year 1999 appropriation are provided  
11 solely for the independent operations of the legislative ethics board.  
12 Expenditure decisions of the board, including employment of staff,  
13 shall be independent of the senate and house of representatives.

14       (2) The department of retirement systems expense account  
15 appropriation is provided solely to implement the provisions relating  
16 to the actuarial audit of the pension contribution rates in Substitute  
17 House Bill No. 2544 (funding state retirement systems). If the bill is  
18 not enacted by June 30, 1998, the appropriation shall lapse.

19       (3) \$125,000 of the general fund--state appropriation for fiscal  
20 year 1999 is provided solely for a review of the memorandum of  
21 agreement signed between the United States environmental protection  
22 agency and the department of ecology. The agreement requires the  
23 department to conduct total maximum daily loads on polluted water  
24 bodies as defined by the federal clean water act. The review may  
25 include but is not limited to the department's program for implementing  
26 the settlement, an examination of the decisions that affect how water  
27 quality problems are defined, the causes of those problems, and the  
28 means by which solutions to these problems are to be developed and  
29 implemented.

30       **Sec. 102.** 1998 c 346 s 102 (uncodified) is amended to read as  
31 follows:

32 **FOR THE SENATE**

33	General Fund Appropriation (FY 1998) . . . . .	\$	19,357,000
34	General Fund Appropriation (FY 1999) . . . . .	\$	((20,838,000))
35			<u>20,826,000</u>
36	Department of Retirement Systems Expense Account		
37	Appropriation . . . . .	\$	25,000
38	TOTAL APPROPRIATION . . . . .	\$	((40,220,000))

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

4 (1) \$75,000 of the general fund fiscal year 1998 appropriation and  
5 \$75,000 of the general fund fiscal year 1999 appropriation are provided  
6 solely for the independent operations of the legislative ethics board.  
7 Expenditure decisions of the board, including employment of staff,  
8 shall be independent of the senate and house of representatives.

9 (2) \$100,000 of the general fund appropriation for fiscal year 1998  
10 is provided solely for a study of financial aid and tuition by the  
11 senate committee on ways and means and the house of representatives  
12 committee on appropriations.

13 (a) The study shall report on the current usage and distribution of  
14 financial aid, investigate other resources available to financial aid  
15 recipients, and shall compare alternative methods of financial aid  
16 distribution and their impacts on the sectors of higher education and  
17 students served within each sector.

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

21 (3) The department of retirement systems expense account  
22 appropriation is provided solely to implement the provisions relating  
23 to the actuarial audit of the pension contribution rates in Substitute  
24 House Bill No. 2544 (funding state retirement systems). If the bill is  
25 not enacted by June 30, 1998, the appropriation shall lapse.

26 (4) \$25,000 of the general fund--state appropriation for fiscal  
27 year 1998 and \$50,000 of the general fund--state appropriation for  
28 fiscal year 1999 are provided solely for the legislature and the office  
29 of financial management to contract jointly for a performance review of  
30 the state long-term care system. The review shall result in  
31 recommendations by October 1, 1998, on strategies for increasing the  
32 long-term affordability and cost-effectiveness of the system, and shall  
33 include a review of topics such as methods for matching service levels  
34 to recipient needs, options for managing growth in entitlement  
35 caseloads, and techniques for projecting the number of persons in need  
36 of publicly funded services.

37 (5) \$125,000 of the general fund--state appropriation for fiscal  
38 year 1999 is provided solely for a review of the memorandum of  
39 agreement signed between the United States environmental protection

1 agency and the department of ecology. The agreement requires the  
2 department to conduct total maximum daily loads on polluted water  
3 bodies as defined by the federal clean water act. The review may  
4 include but is not limited to the department's program for implementing  
5 the settlement, an examination of the decisions that affect how water  
6 quality problems are defined, the causes of those problems, and the  
7 means by which solutions to these problems are to be developed and  
8 implemented.

9 **Sec. 103.** 1998 c 346 s 105 (uncodified) is amended to read as  
10 follows:

11 **FOR THE COURT OF APPEALS**

12	General Fund Appropriation (FY 1998)	. . . . . \$	10,340,000
13	General Fund Appropriation (FY 1999)	. . . . . \$	(( <del>10,307,000</del> ))
14			<u>10,318,000</u>
15	TOTAL APPROPRIATION	. . . . . \$	(( <del>20,647,000</del> ))
16			<u>20,658,000</u>

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

19 (1) \$271,000 of the general fund fiscal year 1999 appropriation is  
20 provided solely for an additional judge position and related support  
21 staff in division I in King county, effective July 1, 1998.

22 (2) \$490,000 of the general fund fiscal year 1998 appropriation is  
23 provided solely for remodeling existing space in division I court  
24 facilities to house additional staff.

25 **Sec. 104.** 1998 c 346 s 106 (uncodified) is amended to read as  
26 follows:

27 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

28	General Fund Appropriation (FY 1998)	. . . . . \$	692,000
29	General Fund Appropriation (FY 1999)	. . . . . \$	(( <del>714,000</del> ))
30			<u>719,000</u>
31	TOTAL APPROPRIATION	. . . . . \$	(( <del>1,406,000</del> ))
32			<u>1,411,000</u>

33 **Sec. 105.** 1998 c 346 s 107 (uncodified) is amended to read as  
34 follows:

35 **FOR THE ADMINISTRATOR FOR THE COURTS**

36	General Fund Appropriation (FY 1998)	. . . . . \$	12,723,000
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1	General Fund Appropriation (FY 1999) . . . . .	\$	((12,770,000))
2			<u>12,217,000</u>
3	Public Safety and Education Account--		
4	<u>State</u> Appropriation . . . . .	\$	((27,709,000))
5			<u>27,876,000</u>
6	<u>Public Safety and Education Account--</u>		
7	<u>Local</u> Appropriation . . . . .	\$	<u>2,000</u>
8	Judicial Information Systems Account		
9	Appropriation . . . . .	\$	((17,489,000))
10			<u>17,486,000</u>
11	TOTAL APPROPRIATION . . . . .	\$	((70,691,000))
12			<u>70,304,000</u>

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

15       (1) Funding provided in the judicial information systems account  
16 appropriation shall be used for the operations and maintenance of  
17 technology systems that improve services provided by the supreme court,  
18 the court of appeals, the office of public defense, and the office of  
19 the administrator for the courts. \$400,000 of the judicial information  
20 systems account appropriation is provided solely for the year 2000 date  
21 conversion.

22       (2) No moneys appropriated in this section may be expended by the  
23 administrator for the courts for payments in excess of fifty percent of  
24 the employer contribution on behalf of superior courts judges for  
25 insurance and health care plans and federal social security and  
26 medicare and medical aid benefits. Consistent with Article IV, section  
27 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,  
28 it is the intent of the legislature that the cost of these employer  
29 contributions shall be shared equally between the state and county or  
30 counties in which the judges serve. The administrator for the courts  
31 shall continue to implement procedures for the collection and  
32 disbursement of these employer contributions.

33       (3) \$3,255,000 of the public safety and education account  
34 appropriation is provided solely for the continuation of treatment  
35 alternatives to street crimes (TASC) programs in Pierce, Snohomish,  
36 Clark, King, Spokane, and Yakima counties.

37       (4) \$125,000 of the public safety and education account  
38 appropriation is provided solely for the workload associated with the  
39 increase in state cases filed in Thurston county superior court.

1 (5) \$223,000 of the public safety and education account  
2 appropriation is provided solely for the gender and justice commission.

3 (6) \$308,000 of the public safety and education account  
4 appropriation is provided solely for the minority and justice  
5 commission.

6 (7) \$100,000 of the general fund fiscal year 1998 appropriation and  
7 \$100,000 of the general fund fiscal year 1999 appropriation are  
8 provided solely for judicial program enhancements. Within the funding  
9 provided in this subsection, the office of administrator of courts in  
10 consultation with the supreme court shall determine the program or  
11 programs to receive an enhancement.

12 (8) \$35,000 of the general fund fiscal year 1998 appropriation is  
13 provided solely for the implementation of Engrossed Substitute House  
14 Bill No. 1771 (guardian certification). If the bill is not enacted by  
15 June 30, 1997, the amount provided in this subsection shall lapse.

16 (9) \$100,000 of the general fund fiscal year 1998 appropriation is  
17 provided solely for the Snohomish county preprosecution diversion  
18 program.

19 (10) \$175,000 of the general fund appropriation for fiscal year  
20 1999 is provided solely for costs associated with the publication and  
21 distribution of a judicial voter pamphlet for the 1998 primary  
22 election.

23 **Sec. 106.** 1998 c 346 s 108 (uncodified) is amended to read as  
24 follows:

25 **FOR THE OFFICE OF PUBLIC DEFENSE**

26 Public Safety and Education Account

27 Appropriation . . . . . \$ ((12,103,000))  
28 11,503,000

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

31 (1) The cost of defending indigent offenders in death penalty cases  
32 has escalated significantly over the last four years. The office of  
33 public defense advisory committee shall analyze the current methods for  
34 reimbursing private attorneys and shall develop appropriate standards  
35 and criteria designed to control costs and still provide indigent  
36 defendants their constitutional right to representation at public  
37 expense. The office of public defense advisory committee shall report

1 its findings and recommendations to the supreme court and the  
2 appropriate legislative committees by September 30, 1998.

3 (2) \$688,000 of the public safety and education account  
4 appropriation is provided solely to increase the reimbursement for  
5 private attorneys providing constitutionally mandated indigent defense  
6 in nondeath penalty cases.

7 **Sec. 107.** 1998 c 346 s 110 (uncodified) is amended to read as  
8 follows:

9 **FOR THE PUBLIC DISCLOSURE COMMISSION**

10	General Fund Appropriation (FY 1998) . . . . .	\$	1,568,000
11	General Fund Appropriation (FY 1999) . . . . .	\$	((1,262,000))
12			<u>1,519,000</u>
13	TOTAL APPROPRIATION . . . . .	\$	((2,830,000))
14			<u>3,087,000</u>

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

17 (1) \$306,000 of the general fund fiscal year 1998 appropriation and  
18 \$72,000 of the general fund fiscal year 1999 appropriation are provided  
19 solely for technology for customer service improvements.

20 (2) \$111,000 of the fiscal year 1998 general fund appropriation  
21 ~~((is))~~ and \$115,000 of the fiscal year 1999 general fund appropriation  
22 are provided for attorney general services for the public disclosure  
23 commission's investigations of the Washington education association and  
24 the building industry association of Washington, and other cases.

25 **Sec. 108.** 1998 c 346 s 111 (uncodified) is amended to read as  
26 follows:

27 **FOR THE SECRETARY OF STATE**

28	General Fund Appropriation (FY 1998) . . . . .	\$	7,970,000
29	General Fund Appropriation (FY 1999) . . . . .	\$	((7,899,000))
30			<u>7,889,000</u>
31	<u>General Fund--Private/Local Appropriation</u> . . . . .	\$	<u>2,000</u>
32	Archives & Records Management Account--State		
33	Appropriation . . . . .	\$	((4,032,000))
34			<u>4,030,000</u>
35	Archives & Records Management Account--Private/Local		
36	Appropriation . . . . .	\$	((2,833,000))
37			<u>2,858,000</u>

1	Department of Personnel Service Account	
2	Appropriation . . . . .	\$ 663,000
3	TOTAL APPROPRIATION . . . . .	\$ ((23,397,000))
4		<u>23,412,000</u>

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

7       (1) \$2,255,000 of the general fund appropriation for fiscal year  
8 1998 is provided solely to reimburse counties for the state's share of  
9 primary and general election costs and the costs of conducting  
10 mandatory recounts on state measures.

11       (2) \$2,011,000 of the general fund appropriation for fiscal year  
12 1998 and \$2,536,000 of the general fund appropriation for fiscal year  
13 1999 are provided solely for the verification of initiative and  
14 referendum petitions, maintenance of related voter registration  
15 records, and the publication and distribution of the voters and  
16 candidates pamphlet.

17       (3) \$99,000 of the general fund appropriation is provided solely  
18 for the state's participation in the United States census block  
19 boundary suggestion program.

20       (4) \$125,000 of the fiscal year 1998 general fund appropriation is  
21 provided solely for legal advertising of state measures under RCW  
22 29.27.072.

23       (5) \$45,000 of the general fund fiscal year 1998 appropriation is  
24 provided solely for an economic feasibility study of a state horse  
25 park.

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

29       (7)(a) \$1,850,000 of the general fund appropriation for fiscal year  
30 1999 is provided solely for contracting with a nonprofit organization  
31 to produce gavel-to-gavel television coverage of state government  
32 deliberations and other events of state-wide significance during fiscal  
33 year 1999. An eligible nonprofit organization must be formed solely  
34 for the purpose of, and be experienced in, providing gavel-to-gavel  
35 television coverage of state government deliberations and other events  
36 of state-wide significance and must have received a determination of  
37 tax-exempt status under section 501(c)(3) of the federal internal  
38 revenue code.



1 (b) The legislature finds that the commitment of on-going funding  
2 is necessary to ensure continuous, autonomous, and independent coverage  
3 of public affairs. For that purpose, the secretary of state shall  
4 enter into a four-year contract with the nonprofit organization to  
5 provide public affairs coverage through June 30, 2002. The funding  
6 level for each year of the contract shall be based on the amount  
7 provided in this subsection and adjusted to reflect the implicit price  
8 deflator for the previous year. The nonprofit organization shall be  
9 required to raise contributions or commitments to make contributions,  
10 in cash or in kind, in an amount equal to forty percent of the state  
11 contribution.

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

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

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

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

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

27 (8) \$280,000 of the archives and records management account--  
28 private/local appropriation is provided solely for preserving and  
29 restoring security microfilm.

30 **Sec. 109.** 1998 c 346 s 113 (uncodified) is amended to read as  
31 follows:

32 **FOR THE STATE AUDITOR**

33	General Fund Appropriation (FY 1998)	. . . . . \$	688,000
34	General Fund Appropriation (FY 1999)	. . . . . \$	1,193,000
35	State Auditing Services Revolving Account		
36	Appropriation	. . . . . \$	((12,373,000))
37			<u>12,370,000</u>
38	TOTAL APPROPRIATION	. . . . . \$	((14,254,000))

1

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

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

9 (2) \$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, and other school districts for baseline purposes and to  
15 determine if there are common errors. The auditor shall consult with  
16 the superintendent of public instruction regarding training and other  
17 staffing assistance needed to provide expertise to the audit staff.

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

25 (4) The state auditor shall develop recommendations and curricula  
26 for preventing instances of improper governmental actions as defined in  
27 chapter 42.20 RCW, the state whistleblower act. In developing these  
28 recommendations and curricula, the state auditor shall involve the  
29 office of financial management, office of the attorney general,  
30 executive ethics board, department of personnel, employee  
31 organizations, and other interested parties. These recommendations  
32 shall be submitted to the governor and the legislature by June 30,  
33 1998.

34 (5) \$120,000 of the auditing services revolving fund appropriation  
35 is provided solely to implement Engrossed Second Substitute House Bill  
36 No. 2881 (auditing state contractors). If the bill is not enacted by  
37 June 30, 1998, the amount provided in this subsection shall lapse.

38 (6) \$25,000 of the general fund fiscal year 1999 appropriation is  
39 provided solely to implement Engrossed Second Substitute House Bill No.

1 2831 (a joint report to the legislature on the results of cost studies  
 2 and service quality and reliability reports from electric utilities).  
 3 If the bill is not enacted by June 30, 1998, the amount provided in  
 4 this subsection shall lapse. No fee may be collected from the electric  
 5 utilities for this joint report.

6 (7) \$10,000 of the general fund fiscal year 1998 appropriation and  
 7 \$490,000 of the general fund fiscal year 1999 appropriation are  
 8 provided solely for staff and related costs to: Verify the accuracy of  
 9 reported school district data submitted for state funding purposes or  
 10 program audits of state funded public school programs; and establish  
 11 the specific amount of funds to be recovered whenever the amount is not  
 12 firmly established in the course of any public school audits conducted  
 13 by the state auditor's office. The results of the audits shall be  
 14 submitted to the superintendent of public instruction for corrections  
 15 of data and adjustments of funds.

16 **Sec. 110.** 1998 c 346 s 114 (uncodified) is amended to read as  
 17 follows:

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

19	General Fund Appropriation (FY 1998)	. . . . . \$	11,000
20	General Fund Appropriation (FY 1999)	. . . . . \$	((63,000))
21			<u>126,000</u>
22	TOTAL APPROPRIATION	. . . . . \$	((74,000))
23			<u>137,000</u>

24 **Sec. 111.** 1998 c 346 s 115 (uncodified) is amended to read as  
 25 follows:

26 **FOR THE ATTORNEY GENERAL**

27	General Fund--State Appropriation (FY 1998)	. . . \$	4,161,000
28	General Fund--State Appropriation (FY 1999)	. . . \$	((3,831,000))
29			<u>3,916,000</u>
30	General Fund--Federal Appropriation	. . . . . \$	2,248,000
31	Public Safety and Education Account		
32	Appropriation	. . . . . \$	1,291,000
33	New Motor Vehicle Arbitration Account		
34	Appropriation	. . . . . \$	1,094,000
35	Legal Services Revolving Account		
36	Appropriation	. . . . . \$	((125,758,000))
37			<u>129,192,000</u>

1 TOTAL APPROPRIATION . . . . . \$ ((138,383,000))  
2 141,902,000

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

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

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

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

22 (3) \$300,000 of the fiscal year 1998 general fund--state  
23 appropriation (~~is~~) and \$63,000 of the fiscal year 1999 general fund--  
24 state appropriation are provided for a comprehensive assessment of  
25 environmental and public health impacts and for other costs related to  
26 pursuing remedies for pollution in the Spokane river basin.

27 (4) \$440,000 of the fiscal year 1998 general fund--state  
28 appropriation and \$410,000 of the fiscal year 1999 general fund--state  
29 appropriation are provided solely to implement the supervision  
30 management and recidivist tracking program to allow the department of  
31 corrections and local law enforcement agencies to share information  
32 concerning the activities of offenders on community supervision.

33 **Sec. 112.** 1998 c 346 s 118 (uncodified) is amended to read as  
34 follows:

35 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**  
36 General Fund--State Appropriation (FY 1998) . . . \$ 10,626,000  
37 General Fund--State Appropriation (FY 1999) . . . \$ ((11,160,000))  
38 11,155,000

1	General Fund--Federal Appropriation . . . . .	\$	23,331,000
2	General Fund--Local Appropriation . . . . .	\$	190,000
3	TOTAL APPROPRIATION . . . . .	\$	<del>((45,307,000))</del>
4			<u>45,302,000</u>

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

7 (1) The office of financial management, in cooperation with the  
8 higher education coordinating board and the state board for community  
9 and technical colleges, shall develop long-term higher education  
10 enrollment forecasting models for consideration by the legislature. To  
11 the extent possible, the pilot models shall incorporate trends in  
12 demography, higher education applications, K-12 graduation rates, labor  
13 market needs, and state and national higher education policy and  
14 economic considerations. The public institutions of education shall  
15 cooperate in the development of models by providing any necessary data  
16 in a timely and organized manner. The private education institutions  
17 of the state are encouraged to participate in this effort. A  
18 preliminary report shall be provided to the appropriate committees of  
19 the legislature by November 1, 1998, and a final report shall be  
20 provided by January 15, 1999.

21 (2) \$139,000 of the general fund--state appropriation for fiscal  
22 year 1999 is provided solely to implement Engrossed Second Substitute  
23 House Bill No. 2880 (task force on vendor contracting practices). If  
24 the bill is not enacted by June 30, 1998, the amount provided in this  
25 subsection shall lapse.

26 (3) \$250,000 of the general fund--state appropriation for fiscal  
27 year 1999 is provided solely to (a) contract with an outside management  
28 consultant to review the department of fish and wildlife's financial  
29 operations and management practices and (b) contract with an outside  
30 consultant to develop a strategic information technology plan for the  
31 department.

32 (4) \$25,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$50,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for the legislature and the office  
35 of financial management to contract jointly for a performance review of  
36 the state long-term care system. The review shall result in  
37 recommendations by October 1, 1998, on strategies for increasing the  
38 long-term affordability and cost-effectiveness of the system, and shall  
39 include a review of topics such as methods for matching service levels

1 to recipient needs, options for managing growth in entitlement  
2 caseloads, and techniques for projecting the number of persons in need  
3 of publicly funded services.

4 **Sec. 113.** 1998 c 346 s 121 (uncodified) is amended to read as  
5 follows:

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

7 Dependent Care Administrative Account

8 Appropriation . . . . . \$ 357,000

9 Department of Retirement Systems Expense Account

10 Appropriation . . . . . \$ ((~~34,481,000~~))

11 34,593,000

12 TOTAL APPROPRIATION . . . . . \$ ((~~34,838,000~~))

13 34,950,000

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

16 (1) ((~~\$1,373,000~~)) \$527,000 of the department of retirement systems  
17 expense account appropriation is provided solely for the information  
18 systems project known as the electronic document image management  
19 system. Authority to expend this amount is conditioned on compliance  
20 with section 902 of this act.

21 (2) \$1,259,000 of the department of retirement systems expense  
22 account appropriation is provided solely for the information systems  
23 project known as the receivables management system. Authority to  
24 expend this amount is conditioned on compliance with section 902 of  
25 this act.

26 (3) The department of retirement systems shall complete a study  
27 examining whether it would be cost-effective to contract out the  
28 administration functions for the dependent care assistance program and  
29 shall report to the fiscal committees of the legislature by December  
30 15, 1997.

31 (4) \$118,000 of the department of retirement systems expense  
32 account appropriation is provided solely to implement Engrossed  
33 Substitute House Bill No. 2491 (TRS/PERS plan I gain sharing). If the  
34 bill is not enacted by June 30, 1998, the amount provided in this  
35 subsection shall lapse.

36 (5) \$920,000 of the department of retirement systems expense  
37 account appropriation is provided solely to implement Substitute Senate  
38 Bill No. 6306 (creating the Washington school employees' retirement

1 system). If the bill is not enacted by June 30, 1998, the amount  
2 provided in this subsection shall lapse.

3 (6) \$42,000 of the department of retirement systems expense account  
4 appropriation is provided solely for the implementation of Engrossed  
5 Senate Bill No. 6305 (death benefits for port and university police).  
6 If the bill is not enacted by June 30, 1998, the amount provided in  
7 this subsection shall lapse.

8 (7) \$74,000 of the department of retirement systems expense account  
9 appropriation is provided solely to implement Substitute Senate Bill  
10 No. 5030 (Washington state patrol survivor benefits). If the bill is  
11 not enacted by June 30, 1999, the amount provided in this subsection  
12 shall lapse.

13 (8) \$38,000 of the department of retirement systems expense account  
14 appropriation is provided solely to implement Substitute House Bill No.  
15 1024 (PERS 1 and TRS 1 options). If the bill is not enacted by June  
16 30, 1999, the amount provided in this subsection shall lapse.

17 **Sec. 114.** 1997 c 149 s 140 (uncodified) is amended to read as  
18 follows:

19 **FOR THE DEPARTMENT OF GENERAL ADMINISTRATION**

20	General Fund--State Appropriation (FY 1998) . . . \$	1,302,000
21	General Fund--State Appropriation (FY 1999) . . . \$	<del>((1,278,000))</del>
22		<u>1,223,000</u>
23	General Fund--Federal Appropriation . . . . . \$	2,402,000
24	General Fund--Private/Local Appropriation . . . . . \$	400,000
25	Motor Transport Account Appropriation . . . . . \$	14,120,000
26	Air Pollution Control Account Appropriation . . . \$	391,000
27	General Administration Facilities and Services	
28	Revolving Account Appropriation . . . . . \$	22,299,000
29	Central Stores Revolving Account	
30	Appropriation . . . . . \$	3,306,000
31	Energy Efficiency Services Account	
32	Appropriation . . . . . \$	180,000
33	Risk Management Account Appropriation . . . . . \$	2,328,000
34	TOTAL APPROPRIATION . . . . . \$	<del>((48,006,000))</del>
35		<u>47,951,000</u>

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

1 (1) \$1,200,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$1,200,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely for the purchase of food for  
4 distribution to the state's food assistance network and related  
5 expenses.

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

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

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

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

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

31 **Sec. 115.** 1998 c 346 s 117 (uncodified) is amended to read as  
32 follows:

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

34 General Fund--State Appropriation (FY 1998) . . . \$	57,078,000
35 General Fund--State Appropriation (FY 1999) . . . \$	<del>((61,451,000))</del>
36	<u>62,402,000</u>
37 General Fund--Federal Appropriation . . . . . \$	164,000,000
38 General Fund--Private/Local Appropriation . . . . \$	6,903,000



1	Public Safety and Education Account		
2	Appropriation . . . . .	\$	8,720,000
3	Public Works Assistance Account		
4	Appropriation . . . . .	\$	2,223,000
5	Building Code Council Account Appropriation . . .	\$	1,366,000
6	Administrative Contingency Account		
7	Appropriation . . . . .	\$	1,776,000
8	Low-Income Weatherization Assistance Account		
9	Appropriation . . . . .	\$	923,000
10	Violence Reduction and Drug Enforcement Account		
11	Appropriation . . . . .	\$	6,042,000
12	Manufactured Home Installation Training Account		
13	Appropriation . . . . .	\$	250,000
14	Washington Housing Trust Account		
15	Appropriation . . . . .	\$	7,999,000
16	Public Facility Construction Loan Revolving Account		
17	Appropriation . . . . .	\$	515,000
18	Clean Washington Account Appropriation (FY 1998)	\$	11,000
19	TOTAL APPROPRIATION . . . . .	\$	<del>((319,257,000))</del>
20			<u>320,208,000</u>

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

23       (1) \$2,962,500 of the general fund--state appropriation for fiscal  
24 year 1998 and \$3,602,500 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely for a contract with the Washington  
26 technology center. For work essential to the mission of the Washington  
27 technology center and conducted in partnership with universities, the  
28 center shall not pay any increased indirect rate nor increases in other  
29 indirect charges above the absolute amount paid during the 1995-97  
30 biennium.

31       (2) \$155,000 of the general fund--state appropriation for fiscal  
32 year 1998 and \$445,000 of the general fund--state appropriation for  
33 fiscal year 1999 are provided solely for a contract with the Washington  
34 manufacturing extension partnership.

35       (3) \$9,964,000 of the general fund--federal appropriation is  
36 provided solely for the drug control and system improvement formula  
37 grant program, to be distributed in state fiscal year 1998 as follows:

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

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

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

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

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

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

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

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

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

19 (j) \$91,000 for the governor's council on substance abuse;

20 (k) \$99,000 for program evaluation and monitoring;

21 (l) \$100,000 for the department of corrections for a feasibility  
22 study of replacing or updating the offender based tracking system.

23 (m) \$498,200 for development of a state-wide system to track  
24 criminal history records; and

25 (n) No more than \$706,400 to the department for grant  
26 administration and reporting.

27 These amounts represent the maximum Byrne grant expenditure  
28 authority for each program. No program may expend Byrne grant funds in  
29 excess of the amounts provided in this section. If moneys in excess of  
30 those appropriated in this section become available, whether from prior  
31 or current fiscal year Byrne grant distributions, the department shall  
32 hold these moneys in reserve and may not expend them without a specific  
33 appropriation. These moneys shall be carried forward and applied to  
34 the pool of moneys available for appropriation for programs and  
35 projects in the succeeding fiscal year. As part of its budget request  
36 for the succeeding fiscal year, the department shall estimate and  
37 request authority to spend any funds remaining in reserve as a result  
38 of this subsection.

1 (4) \$11,715,000 of the general fund--federal appropriation is  
2 provided solely for the drug control and system improvement formula  
3 grant program, to be distributed in state fiscal year 1999 as follows:

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

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

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

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

14 (e) \$1,093,000 to drug courts in eastern and western Washington;

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

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

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

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

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

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

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

30 (m) \$804,400 to the department for required grant administration,  
31 monitoring and reporting on Byrne formula grant programs.

32 These amounts represent the maximum Byrne grant expenditure  
33 authority for each program. No program may expend Byrne grant funds in  
34 excess of the amounts provided in this subsection. If moneys in excess  
35 of those appropriated in this subsection become available, whether from  
36 prior or current fiscal year Byrne grant distributions, the department  
37 shall hold these moneys in reserve and may not expend them without  
38 specific appropriation. These moneys shall be carried forward and  
39 applied to the pool of moneys available for appropriation for programs

1 and projects in the succeeding fiscal year. As part of its budget  
2 request for the succeeding year, the department shall estimate and  
3 request authority to spend any funds remaining in reserve as a result  
4 of this subsection.

5 (5) \$1,000,000 of the general fund fiscal year 1998 appropriation  
6 and \$1,000,000 of the general fund fiscal year 1999 appropriation are  
7 provided solely to implement Engrossed Substitute House Bill No. 1576  
8 (buildable lands) or Senate Bill No. 6094 (growth management). If  
9 neither bill is enacted by June 30, 1997, the amounts provided in this  
10 subsection shall lapse.

11 (6) \$4,766,000 of the public safety and education account  
12 appropriation, \$1,000,000 of the fiscal year 1998 general fund--state  
13 appropriation, and \$1,034,000 of the fiscal year 1999 general fund--  
14 state appropriation are provided solely for indigent civil legal  
15 representation services contracts and contracts administration. The  
16 amounts provided in this subsection are contingent upon enactment of  
17 section 2 of Engrossed Substitute House Bill No. 2276 (civil legal  
18 services for indigent persons). If section 2 of the bill is not  
19 enacted by June 30, 1997, the amount provided in this subsection shall  
20 lapse.

21 (7) \$643,000 of the general fund--state fiscal year 1998  
22 appropriation and \$643,000 of the general fund--state fiscal year 1999  
23 appropriation are provided solely to increase payment rates for  
24 contracted early childhood education assistance program providers. It  
25 is the legislature's intent that these amounts shall be used primarily  
26 to increase compensation for persons employed in direct, front-line  
27 service delivery.

28 (8) \$75,000 of the general fund--state fiscal year 1998  
29 appropriation and \$75,000 of the general fund--state fiscal year 1999  
30 appropriation are provided solely as a grant for the community  
31 connections program in Walla Walla county.

32 (9) \$300,000 of the general fund--state fiscal year 1998  
33 appropriation and \$300,000 of the general fund--state fiscal year 1999  
34 appropriation are provided solely to contract with the Washington state  
35 association of court-appointed special advocates/guardians ad litem  
36 (CASA/GAL) to establish pilot programs in three counties to recruit  
37 additional community volunteers to represent the interests of children  
38 in dependency proceedings. Of this amount, a maximum of \$30,000 shall  
39 be used by the department to contract for an evaluation of the

1 effectiveness of CASA/GAL in improving outcomes for dependent children.  
2 The evaluation shall address the cost-effectiveness of CASA/GAL and to  
3 the extent possible, identify savings in other programs of the state  
4 budget where the savings resulted from the efforts of the CASA/GAL  
5 volunteers. The department shall report to the governor and  
6 legislature by October 15, 1998.

7 (10) \$75,000 of the general fund--state appropriation for fiscal  
8 year 1999 is provided solely for state sponsorship of the "BIO 99"  
9 international biotechnology conference and exhibition in the Seattle  
10 area in 1999.

11 (11) \$698,000 of the general fund--state appropriation for fiscal  
12 year 1998, \$697,000 of the general fund--state appropriation for fiscal  
13 year 1999, and \$1,101,000 of the administrative contingency account  
14 appropriation are provided solely for contracting with associate  
15 development organizations.

16 (12) \$50,000 of the general fund--state appropriation for fiscal  
17 year 1998 and \$50,000 of the general fund--state appropriation for  
18 fiscal year 1999 are provided solely to expand the long-term care  
19 ombudsman program.

20 (13) \$60,000 of the general fund--state appropriation for fiscal  
21 year 1998 and \$60,000 of the general fund--state appropriation for  
22 fiscal year 1999 are provided solely for implementation of the Puget  
23 Sound work plan action item DCTED-01.

24 (14) \$20,000 of the general fund--state appropriation for fiscal  
25 year 1998 is provided solely for a task force on tourism promotion and  
26 development. The task force shall report to the legislature on its  
27 findings and recommendations by January 31, 1998.

28 (15) \$61,000 of the general fund--state appropriation for fiscal  
29 year 1998 and \$60,000 of the general fund--state appropriation for  
30 fiscal year 1999 are provided solely for the pacific northwest economic  
31 region (PNWER).

32 (16) \$123,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$124,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for the community development  
35 finance program.

36 (17) Within the appropriations provided in this section, the  
37 department shall conduct a study of possible financial incentives to  
38 assist in revitalization of commercial areas and report its findings

1 and recommendations to the appropriate committees of the legislature by  
2 November 15, 1997.

3 ~~((19))~~ (18) \$1,000,000 of the general fund--state appropriation  
4 for fiscal year 1999 is provided solely for the development of housing  
5 for low-income temporary or migrant farm workers through grants awarded  
6 after the effective date of this act. The legislature finds that  
7 providing housing for low-income temporary or migrant workers is a  
8 public purpose. The department shall prioritize grants and shall award  
9 grants on a competitive basis to local governments, nonprofit  
10 corporations, or other nonprofit entities. Grant moneys awarded by the  
11 department under this subsection may be matched by nonstate sources on  
12 a dollar-for-dollar basis, in cash or in-kind. Of the amount provided  
13 in this subsection, \$100,000 is provided solely for restroom and shower  
14 facilities at the Horn Rapids Park in Benton county; no match need be  
15 provided for this project. The amount provided in this subsection is  
16 contingent upon enactment of sections 1 through 8 of Second Substitute  
17 Senate Bill No. 6168. If any of these sections of the bill are not  
18 enacted by June 30, 1998, this subsection is null and void, and the  
19 amounts provided in this subsection shall lapse. Any amounts provided  
20 in this subsection not committed to grants by June 30, 1999, shall  
21 lapse.

22 ~~((20))~~ (19) \$275,000 of the general fund--state appropriation for  
23 fiscal year 1999 is provided solely for coastal erosion project grants  
24 to the city of Ocean Shores.

25 ~~((21))~~ (20) \$191,000 of the general fund--state appropriation for  
26 fiscal year 1999 is provided solely for the implementation of  
27 Substitute House Bill No. 2556 (child abuse prevention and treatment).  
28 If the bill is not enacted by June 30, 1998, the amount provided in  
29 this subsection shall lapse.

30 ~~((22))~~ (21) \$965,000 of the general fund--state appropriation for  
31 fiscal year 1999 is provided solely for the implementation of  
32 Substitute Senate Bill No 6655 (Spokane intercollegiate research and  
33 technology institute).

34 ~~((23))~~ (22) \$92,000 of the general fund--state appropriation for  
35 fiscal year 1999 is provided solely for the implementation of Engrossed  
36 Substitute Senate Bill No. 6560 (electric power customer rights). For  
37 any portion of the appropriation that is expended for contracted  
38 services, the department shall: (a) Form an advisory committee  
39 consisting of representatives from public utility districts and

1 residential, commercial, and industrial customers; and (b) submit for  
2 review and approval by the advisory committee the request for proposal  
3 and selection of the successful bidder or bidders. If the bill is not  
4 enacted by June 30, 1998, the amount provided in this subsection shall  
5 lapse.

6 ~~((+24))~~ (23) \$383,000 of the general fund--state appropriation for  
7 fiscal year 1999 is provided solely for the emergency food assistance  
8 program.

9 ~~((+25))~~ (24) \$120,000 of the general fund--state appropriation for  
10 fiscal year 1999 is provided solely for grants to licensed overnight  
11 youth shelters for the purpose of assisting the shelters in meeting the  
12 minimum requirements for receiving a license under chapter 74.15 RCW.  
13 The department may provide grants of up to twenty thousand dollars per  
14 year for each shelter. Only shelters that are currently licensed are  
15 eligible to receive the grants. Funds may be used for the following  
16 purposes, including but not limited to: Additional staff, food,  
17 facility maintenance, or beds, provided that these costs are necessary  
18 to meet the licensing and facility standards adopted by the department  
19 of social and health services. For purposes of this subsection,  
20 "overnight youth shelter" means a licensed facility operated by a  
21 nonprofit agency that provides overnight shelter to homeless or runaway  
22 youth because of family problems or dysfunctions.

23 ~~((+26))~~ (25) \$27,000 of the general fund--state appropriation for  
24 fiscal year 1999 is provided solely for the sexual assault program  
25 within the office of crime victims advocacy.

26 ~~((+27))~~ (26) \$37,000 of the general fund--state appropriation for  
27 fiscal year 1998 and \$128,000 of the general fund--state appropriation  
28 for fiscal year 1999 are provided solely for deposit in the state trade  
29 fair fund. If Engrossed Second Substitute Senate Bill No. 6562 is not  
30 enacted by June 30, 1998, the amounts provided in this subsection shall  
31 lapse.

32 ~~((+28))~~ (27) \$1,100,000 of the general fund--state appropriation  
33 for fiscal year 1999 is provided solely for the early childhood  
34 education and assistance program.

35 (28) \$1,000,000 of the general fund--state appropriation for fiscal  
36 year 1999 is provided solely for warehouse space and equipment and  
37 other purchases necessary to store food acquired under the emergency  
38 food assistance program.

1       **Sec. 116.** 1997 c 149 s 143 (uncodified) is amended to read as  
2 follows:

3 **FOR THE BOARD OF ACCOUNTANCY**

4 Certified Public Accountants' Account

5       Appropriation . . . . .	\$ ((978,000))
6	<u>1,001,000</u>

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

13       **Sec. 117.** 1998 c 346 s 128 (uncodified) is amended to read as  
14 follows:

15 **FOR THE MILITARY DEPARTMENT**

16   General Fund--State Appropriation (FY 1998) . . . . \$	8,602,000
17   General Fund--State Appropriation (FY 1999) . . . . \$	((9,390,000))
18	<u>17,908,000</u>
19   General Fund--Federal Appropriation . . . . . \$	((34,314,000))
20	<u>34,304,000</u>
21   General Fund--Private/Local Appropriation . . . . \$	238,000
22   Flood Control Assistance Account Appropriation . \$	3,000,000
23   Enhanced 911 Account Appropriation . . . . . \$	((26,782,000))
24	<u>29,392,000</u>
25   Disaster Response Account--State Appropriation . \$	((25,487,000))
26	<u>29,810,000</u>
27   Disaster Response Account--Federal Appropriation \$	((110,812,000))
28	<u>139,285,000</u>
29       TOTAL APPROPRIATION . . . . . \$	((218,625,000))
30	<u>262,539,000</u>

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

33       (1) \$365,000 of the general fund--state appropriation for fiscal  
34 year 1998, ((\$1,145,000)) \$8,843,000 of the general fund--state  
35 appropriation for fiscal year 1999, \$3,000,000 of the flood control  
36 assistance account appropriation, and \$6,197,000 of the general fund--  
37 federal appropriation are provided solely for deposit in the disaster



1 response account to cover costs pursuant to subsection (2) of this  
2 section.

3 (2) (~~(\$25,122,000)~~) \$27,996,000 of the disaster response account--  
4 state appropriation is provided (~~(solely)~~) for the state share of  
5 response and recovery costs associated with federal emergency  
6 management agency (FEMA) disaster number 1079 (November/December 1995  
7 storms), FEMA disaster 1100 (February 1996 floods), FEMA disaster 1152  
8 (November 1996 ice storm), FEMA disaster 1159 (December 1996 holiday  
9 storm), FEMA disaster 1172 (March 1997 floods), FEMA disaster 1252  
10 (1998 northeast counties floods), FEMA disaster 1255 (1998 Kelso  
11 landslide), and to assist local governmental entities with the matching  
12 funds necessary to earn FEMA funds for FEMA disaster 1100 (February  
13 1996 floods), or, after approval by the director of financial  
14 management, the state share of response and recovery costs associated  
15 with FEMA declared disasters occurring between February 1, 1999, and  
16 June 30, 1999. (~~(\$356,000)~~) \$1,805,000 of the disaster response  
17 account--state appropriation is provided solely for fire mobilization  
18 costs. \$9,000 of the disaster response account--state appropriation is  
19 provided solely for costs associated with FEMA disaster 1182 (Pend  
20 Oreille county 1997 spring flood). The military department may, upon  
21 approval of the director of the office of financial management, use  
22 portions of the disaster response account--state appropriation to  
23 offset costs of new disasters occurring before June 30, 1999.

24 (3) \$100,000 of the general fund--state fiscal year 1998  
25 appropriation and \$100,000 of the general fund--state fiscal year 1999  
26 appropriation are provided solely for the implementation of a  
27 conditional scholarship program pursuant to chapter 28B.103 RCW.

28 (4) \$35,000 of the general fund--state fiscal year 1998  
29 appropriation and \$35,000 of the general fund--state fiscal year 1999  
30 appropriation are provided solely for the north county emergency  
31 medical service.

32 (5) \$36,000 of the general fund--state fiscal year 1998  
33 appropriation and \$72,000 of the general fund--state fiscal year 1999  
34 appropriation are provided solely for emergency worker claims pursuant  
35 to chapter 38.52 RCW.

36 (6) \$825,000 of the general fund--state appropriation for fiscal  
37 year 1999 is provided solely for reimbursement of costs associated with  
38 activation of the Washington national guard for preserving the peace at  
39 the July 1998 Makah days celebration.



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**PART II**  
**HUMAN SERVICES**

**Sec. 201.** 1998 c 346 s 201 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES.** (1)  
Appropriations made in this act to the department of social and health services shall initially be allotted as required by this act. Subsequent allotment modifications shall not include transfers of moneys between sections of this act except as expressly provided in subsection (3) of this section, nor shall allotment modifications permit moneys that are provided solely for a specified purpose to be used for other than that purpose except as expressly provided in subsection (3) of this section.

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

(3)(a) The appropriations to the department of social and health services in chapters 149 and 454, Laws of 1997, as amended, shall be expended for the programs and in the amounts specified therein. However, after May 1, 1998, unless specifically prohibited by this act, the department may transfer general fund--state appropriations for fiscal year 1998 among programs after approval by the director of financial management. (~~However, the department shall not transfer~~

1 ~~general fund state appropriations from the economic services program~~  
2 ~~for the 1997-99 fiscal biennium.))~~

3 (b) After May 1, 1999, after approval by the director of financial  
4 management and unless specifically prohibited by this act, the  
5 department may transfer moneys among programs, including federal moneys  
6 that are provided solely for a specified purpose. However, the  
7 department shall not transfer state moneys that are provided solely for  
8 a specified purpose except as expressly provided in subsection (3)(d)  
9 of this section.

10 (c) To the extent that the transfer of appropriations under  
11 subsection (a) of this section is insufficient to fund actual  
12 expenditures in fiscal year 1998 in the medical assistance program that  
13 exceed the expenditures projected in the November 1997 medical  
14 assistance caseload forecast, the department may transfer general fund  
15 appropriations, not to exceed five million dollars, within the medical  
16 assistance program from fiscal year 1999 into fiscal year 1998.

17 ~~((e))~~ (d) To the extent that transfers under subsection (3)(b) of  
18 this section are insufficient to fund actual expenditures in excess of  
19 fiscal year 1999 caseload forecasts and utilization assumptions in the  
20 medical assistance, long term care, foster care, adoption support, and  
21 child support programs, the department may transfer state moneys that  
22 are provided solely for a specified purpose after approval by the  
23 director of financial management.

24 (e) The director of financial management shall notify the  
25 appropriate fiscal committees of the senate and house of  
26 representatives in writing prior to approving any allotment  
27 modifications.

28 **Sec. 202.** 1998 c 346 s 202 (uncodified) is amended to read as  
29 follows:

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

32	General Fund--State Appropriation (FY 1998) . . . \$	201,453,000
33	General Fund--State Appropriation (FY 1999) . . . \$	<del>((213,035,000))</del>
34		<u>197,003,000</u>
35	General Fund--Federal Appropriation . . . . . \$	<del>((252,300,000))</del>
36		<u>293,509,000</u>
37	General Fund--Private/Local Appropriation . . . . \$	400,000
38	Violence Reduction and Drug Enforcement Account	

1	Appropriation . . . . .	\$	4,332,000
2	TOTAL APPROPRIATION . . . . .	\$	((671,520,000))
3			<u>696,697,000</u>

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

6 (1) \$16,510,000 of the general fund--state appropriation for fiscal  
7 year 1998 (~~and \$17,508,000 of the general fund--state appropriation~~  
8 ~~for fiscal year 1999 are~~) is provided solely for purposes consistent  
9 with the maintenance of effort requirements under the federal temporary  
10 assistance for needy families program established under P.L. 104-193.

11 (2) \$4,332,000 of the violence reduction and drug enforcement  
12 account appropriation and \$3,733,000 of the general fund--federal  
13 appropriation are provided solely for the operation of the family  
14 policy council, the community public health and safety networks, and  
15 delivery of services authorized under the federal family preservation  
16 and support act. Within the funds provided, the family policy council  
17 shall contract for an evaluation of the community networks with the  
18 institute for public policy and shall provide for audits of ten  
19 networks. Within the funds provided, the family policy council may  
20 build and maintain a geographic information system database tied to  
21 community network geography.

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

36 (4) \$481,000 of the general fund--state fiscal year 1998  
37 appropriation and \$481,000 of the general fund--state fiscal year 1999  
38 appropriation are provided solely for up to three nonfacility-based  
39 programs for the training, consultation, support, and recruitment of

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

9 (5) \$640,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$640,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely to fund Second Substitute Senate  
12 Bill No. 5710 (juvenile care and treatment), including section 2 of the  
13 bill. Amounts provided in this subsection to implement Second  
14 Substitute Senate Bill No. 5710 must be used to serve families who are  
15 screened from the child protective services risk assessment process.  
16 Services shall be provided through contracts with community-based  
17 organizations. If neither bill is enacted by June 30, 1997, the  
18 amounts provided in this subsection shall lapse.

19 (6) \$594,000 of the general fund--state appropriation for fiscal  
20 year 1998, \$556,000 of the general fund--state appropriation for fiscal  
21 year 1999, and \$290,000 of the general fund--federal appropriation are  
22 provided solely to fund the provisions of Engrossed Second Substitute  
23 House Bill No. 2046 (foster parent liaison). The department shall  
24 establish a foster parent liaison in each department of social and  
25 health services region of the state and contract with a private  
26 provider to implement a recruitment and retention program for foster  
27 parents and adoptive families. The department shall provide a minimum  
28 of two hundred additional adoptive and foster home placements by June  
29 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in  
30 this subsection shall lapse.

31 (7) \$433,000 of the fiscal year 1998 general fund--state  
32 appropriation, \$395,000 of the fiscal year 1999 general fund--state  
33 appropriation, and \$894,000 of the general fund--federal appropriation  
34 are provided solely to increase the rate paid to private child-placing  
35 agencies.

36 (8) \$580,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$580,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely for development and expansion of  
39 child care training requirements and optional training programs. The

1 department shall adopt rules to require annual training in early  
2 childhood development of all directors, supervisors, and lead staff at  
3 child care facilities. Directors, supervisors, and lead staff at child  
4 care facilities include persons licensed as family child care  
5 providers, and persons employed at child care centers or school age  
6 child care centers. The department shall establish a program to fund  
7 scholarships and grants to assist persons in meeting these training  
8 requirements. The department shall also develop criteria for approving  
9 training programs and establish a system for tracking who has received  
10 the required level of training. In adopting rules, developing  
11 curricula, setting up systems, and administering scholarship programs,  
12 the department shall consult with the child care coordinating committee  
13 and other community stakeholders.

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

24 (10) \$100,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$100,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for legal costs associated with  
27 the defense of vendors operating a secure treatment facility, for  
28 actions arising from the good faith performance of treatment services  
29 for behavioral difficulties or needs.

30 (11) \$2,745,000 of the fiscal year 1998 general fund--state  
31 appropriation, \$2,745,000 of the fiscal year 1999 general fund--state  
32 appropriation, and \$1,944,000 of the general fund--federal  
33 appropriation are provided solely for the category of services titled  
34 "intensive family preservation services."

35 (12) \$1,642,000 of the fiscal year 1998 general fund--state  
36 appropriation and \$1,207,000 of the fiscal year 1999 general fund--  
37 state appropriation and \$1,551,000 of the general fund--federal  
38 appropriation are provided solely to continue existing continuum of  
39 care and street youth projects.

1 (13) \$1,456,000 of the general fund--state appropriation for fiscal  
2 year 1998, \$1,474,000 of the general fund--state appropriation for  
3 fiscal year 1999 and \$1,141,000 of the general fund--federal  
4 appropriation are provided solely for the improvement of quality and  
5 capacity of the child care system and related consumer education. The  
6 activities funded by this appropriation shall include, but not be  
7 limited to: Expansion of child care resource and referral network  
8 services to serve additional families, to provide technical assistance  
9 to child care providers, and to cover currently unserved areas of the  
10 state; development of and incentives for child care during nonstandard  
11 work hours; and the development of care for infants, toddlers,  
12 preschoolers, and school age youth. These amounts are provided in  
13 addition to funding for child care training and fire inspections of  
14 child care facilities. These activities shall also improve the quality  
15 and capacity of the child care system.

16 (14)(a) \$6,565,000 of the general fund--state appropriation for  
17 fiscal year 1998 and \$7,454,000 of the general fund--state  
18 appropriation for fiscal year 1999 are provided solely for distribution  
19 to county juvenile court administrators to fund the costs of processing  
20 truancy, children in need of services, and at-risk youth petitions.  
21 The department shall not retain any portion of these funds to cover  
22 administrative or any other departmental costs. The department, in  
23 conjunction with the juvenile court administrators, shall develop an  
24 equitable funding distribution formula. The formula shall neither  
25 reward counties with higher than average per petition processing costs  
26 nor shall it penalize counties with lower than average per petition  
27 processing costs.

28 (b) Each quarter during the 1997-1999 fiscal biennium, each county  
29 shall report the number of petitions processed and the total costs of  
30 processing the petitions in each of the following categories: Truancy,  
31 children in need of services, and at-risk youth. Counties shall submit  
32 the reports to the department no later than 45 days after the end of  
33 the quarter. The department shall forward this information to the  
34 chair and ranking minority member of the house appropriations committee  
35 and the senate ways and means committee no later than 60 days after a  
36 quarter ends. These reports are deemed informational in nature and are  
37 not for the purpose of distributing funds.



1 (15) \$70,000 of the fiscal year 1999 general fund--state  
2 appropriation is provided solely for foster parent intervention support  
3 teams.

4 (16) \$255,000 of the general fund--state appropriation for fiscal  
5 year 1999 and \$67,000 of the general fund--federal appropriation are  
6 provided solely for implementation of Substitute House Bill No. 2556  
7 (child abuse prevention and treatment). If the bill is not enacted by  
8 June 30, 1998, the amounts provided in this subsection shall lapse.

9 (17) The department and the attorney general shall jointly make  
10 recommendations to the legislature to reduce or limit the state's  
11 liability for damages in child welfare cases, including shelter care  
12 and dependency proceedings. The recommendations shall be submitted to  
13 the appropriate committees of the legislature by December 1, 1998.

14 (18) To the extent funds are available, the department shall pay  
15 the expense of fingerprint criminal history record checks for low-  
16 income family day care homes through the federal bureau of  
17 investigation. The department may promulgate rules to set eligibility  
18 levels.

19 (19) Sufficient funding is provided in this section to implement  
20 Engrossed Substitute Senate Bill No. 6238 (dependent children).

21 **Sec. 203.** 1998 c 346 s 203 (uncodified) is amended to read as  
22 follows:

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

25 (1) COMMUNITY SERVICES

26 General Fund--State Appropriation (FY 1998) . . . \$	35,894,000
27 General Fund--State Appropriation (FY 1999) . . . \$	((35,522,000))
28	<u>34,366,000</u>
29 General Fund--Federal Appropriation . . . . . \$	((13,365,000))
30	<u>8,701,000</u>
31 General Fund--Private/Local Appropriation . . . . \$	378,000
32 Violence Reduction and Drug Enforcement Account	
33 Appropriation . . . . . \$	14,080,000
34 TOTAL APPROPRIATION . . . . . \$	((99,239,000))
35	<u>93,419,000</u>

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

1 (a) \$527,000 of the violence reduction and drug enforcement account  
2 appropriation is provided solely for deposit in the county criminal  
3 justice assistance account solely for costs to the criminal justice  
4 system associated with the implementation of Engrossed Third Substitute  
5 House Bill No. 3900 (revising the juvenile code). If Engrossed Third  
6 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the  
7 amount provided in this subsection shall lapse. The amount provided in  
8 this subsection is intended to provide funding for county adult court  
9 costs associated with the implementation of Engrossed Third Substitute  
10 House Bill No. 3900 and shall be distributed in accordance with RCW  
11 82.14.310.

12 (b) \$2,917,000 of the violence reduction and drug enforcement  
13 account is provided solely for the implementation of Engrossed Third  
14 Substitute Senate Bill No. 3900 (revising the juvenile code). The  
15 amount provided in this subsection is intended to provide funding for  
16 county impacts associated with the implementation of Third Substitute  
17 Senate Bill No. 3900 and shall be distributed to counties as prescribed  
18 in the current consolidated juvenile services (CJS) formula. If the  
19 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

20 (c) \$2,350,000 of the general fund--state fiscal year 1998  
21 appropriation and \$2,350,000 of the general fund--state fiscal year  
22 1999 appropriation are provided solely for an early intervention  
23 program to be administered at the county level. Moneys shall be  
24 awarded on a competitive basis to counties that have submitted plans  
25 for implementation of an early intervention program consistent with  
26 proven methodologies currently in place in the state. The juvenile  
27 rehabilitation administration shall develop criteria for evaluation of  
28 plans submitted and a timeline for awarding funding and shall assist  
29 counties in creating and submitting plans for evaluation.

30 (d) \$1,221,000 of the violence reduction and drug enforcement  
31 appropriation is provided solely to implement alcohol and substance  
32 abuse treatment for locally committed offenders. The juvenile  
33 rehabilitation administration shall award these moneys on a competitive  
34 basis to counties that have submitted a plan for the provision of  
35 treatment services approved by the division of alcohol and substance  
36 abuse. The juvenile rehabilitation administration shall develop  
37 criteria for evaluation of plans submitted and a timeline for awarding  
38 funding and shall assist counties in creating and submitting plans for  
39 evaluation. If Engrossed Third Substitute House Bill No. 3900

1 (juvenile code revisions) is not enacted by June 30, 1997, the amount  
2 provided in this subsection shall lapse.

3 (e) \$100,000 of the general fund--state fiscal year 1998  
4 appropriation and \$100,000 of the general fund--state fiscal year 1999  
5 appropriation are provided solely for the juvenile rehabilitation  
6 administration to contract with the institute for public policy for the  
7 responsibilities assigned in Engrossed Third Substitute House Bill No.  
8 3900 (juvenile code revisions). If the bill is not enacted by June 30,  
9 1997, the amounts provided in this subsection shall lapse.

10 (f) \$400,000 of the violence reduction and drug enforcement account  
11 appropriation is provided solely for the development of standards  
12 measuring the effectiveness of chemical dependency treatment and for  
13 conducting evaluations of chemical dependency programs pursuant to  
14 Engrossed Third Substitute House Bill No. 3900 (revising the juvenile  
15 code). If the bill is not enacted by June 30, 1997, the amount  
16 provided in this subsection shall lapse. The juvenile rehabilitation  
17 administration shall consult with the division of alcohol and substance  
18 abuse and contract with the University of Washington to develop the  
19 standards and conduct the evaluations.

20 (g) \$150,000 of the general fund--state fiscal year 1998  
21 appropriation and \$150,000 of the general fund--state fiscal year 1999  
22 appropriation are provided solely for a contract to expand the services  
23 of the teamchild project to additional sites. Priority use of these  
24 funds shall be to provide teamchild service to early repeat offenders  
25 to help ensure they receive appropriate child welfare and educational  
26 services.

27 (h) \$2,700,000 of the violence reduction and drug enforcement  
28 account appropriation is provided solely to implement community  
29 juvenile accountability grants pursuant to chapter 338, Laws of 1997  
30 (juvenile justice). Funds provided in this subsection may be used  
31 solely for community juvenile accountability grants, administration of  
32 the grants, and evaluations of programs funded by the grants.

33 (i) (~~(\$2,175,000)~~) \$1,185,000 of the general fund--state  
34 appropriation for fiscal year 1999 is provided solely for the  
35 implementation of Second Substitute Senate Bill No. 6445 (child  
36 community facility placement). If the bill is not enacted by June 30,  
37 1998, the amounts provided in this subsection shall lapse. The funds  
38 are intended to improve the security of state-operated and privately  
39 contracted group homes. By June 30, 1999, the juvenile rehabilitation

1 administration shall report to the appropriate policy and fiscal  
2 committees of the legislature on the specific actions, and the cost of  
3 each action, taken to improve security at both state-operated and  
4 contracted group homes.

5 (j) \$150,000 of the general fund--state appropriation for fiscal  
6 year 1999 is provided solely for the Skagit county delinquency  
7 prevention project.

8 (2) INSTITUTIONAL SERVICES

9	General Fund--State Appropriation (FY 1998) . . . . \$	43,909,000
10	General Fund--State Appropriation (FY 1999) . . . . \$	((45,977,000))
11		<u>42,912,000</u>
12	General Fund--Private/Local Appropriation . . . . . \$	727,000
13	Violence Reduction and Drug Enforcement Account	
14	Appropriation . . . . . \$	15,281,000
15	TOTAL APPROPRIATION . . . . . \$	((105,894,000))
16		<u>102,829,000</u>

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

19 (a) \$3,680,000 of the violence reduction and drug enforcement  
20 account appropriation is provided solely for the implementation of  
21 Engrossed Third Substitute House Bill No. 3900 (juvenile code  
22 revisions). If the bill is not enacted by June 30, 1997, the amount  
23 provided in this subsection shall lapse.

24 (b) \$105,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$377,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for costs associated with  
27 implementing chapter 386, Laws of 1997 (juvenile care and treatment).

28 (c) \$44,000 of the general fund--state appropriation for fiscal  
29 year 1999 is provided solely to implement House Bill No. 1172 (sex  
30 offender registration). If the bill is not enacted by June 30, 1998,  
31 the amount provided in this subsection shall lapse.

32 (3) PROGRAM SUPPORT

33	General Fund--State Appropriation (FY 1998) . . . . \$	1,930,000
34	General Fund--State Appropriation (FY 1999) . . . . \$	1,654,000
35	General Fund--Federal Appropriation . . . . . \$	156,000
36	Violence Reduction and Drug Enforcement Account	
37	Appropriation . . . . . \$	421,000
38	TOTAL APPROPRIATION . . . . . \$	4,161,000

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 (e) \$15,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$175,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely for the study required in Second  
26 Substitute Senate Bill No. 6445 (child community facility placement).  
27 If the bill is not enacted by June 30, 1998, the amounts provided in  
28 this subsection shall lapse. The juvenile rehabilitation  
29 administration (JRA) shall contract with the institute for public  
30 policy for the studies required by the bill.

31 **Sec. 204.** 1998 c 346 s 204 (uncodified) is amended to read as  
32 follows:

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

34 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

35 General Fund--State Appropriation (FY 1998) . . . \$	170,940,000
36 General Fund--State Appropriation (FY 1999) . . . \$	<del>((173,645,000))</del>
37	<u>168,663,000</u>
38 General Fund--Federal Appropriation . . . . . \$	<del>((299,651,000))</del>

1		<u>287,989,000</u>
2	General Fund--Private/Local Appropriation . . . . \$	4,000,000
3	TOTAL APPROPRIATION . . . . . \$	(( <del>648,236,000</del> ))
4		<u>631,592,000</u>

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

7 (a) Regional support networks shall use portions of the general  
8 fund--state appropriation for implementation of working agreements with  
9 the vocational rehabilitation program which will maximize the use of  
10 federal funding for vocational programs.

11 (b) From the general fund--state appropriations in this subsection,  
12 the secretary of social and health services shall assure that regional  
13 support networks reimburse the aging and adult services program for the  
14 general fund--state cost of medicaid personal care services that  
15 enrolled regional support network consumers use because of their  
16 psychiatric disability.

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

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

33 (e) \$533,000 of the general fund--state appropriation for fiscal  
34 year 1999 and \$587,000 of the general fund--federal appropriation are  
35 provided solely for the implementation of the Second Substitute Senate  
36 Bill No. 6214 (mentally ill commitment). If the bill is not enacted by  
37 June 30, 1998, the amounts provided in this subsection shall lapse.

38 (2) INSTITUTIONAL SERVICES

1	General Fund--State Appropriation (FY 1998) . . . \$	62,368,000
2	General Fund--State Appropriation (FY 1999) . . . \$	<del>((60,698,000))</del>
3		<u>61,605,000</u>
4	General Fund--Federal Appropriation . . . . . \$	<del>((133,504,000))</del>
5		<u>136,682,000</u>
6	General Fund--Private/Local Appropriation . . . . \$	<del>((25,007,000))</del>
7		<u>26,692,000</u>
8	TOTAL APPROPRIATION . . . . . \$	<del>((281,577,000))</del>
9		<u>287,347,000</u>

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

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

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

18 (c) \$246,000 of the general fund--state fiscal year 1998  
19 appropriation and \$318,000 of the general fund--state fiscal year 1999  
20 appropriation are provided solely for funding outside medical costs.  
21 The mental health division shall provide a report on outside medical  
22 costs to the fiscal committees of the legislature by September 30,  
23 1998, and September 30, 1999. The report shall detail the monthly and  
24 per capita expenditures for outside medical costs at each state  
25 hospital.

26 (d) \$256,000 of the general fund--state fiscal year 1998  
27 appropriation and \$254,000 of the general fund--state fiscal year 1999  
28 appropriation are provided solely for funding pharmacy and new drug  
29 costs. The mental health division shall provide a report on pharmacy  
30 and new drug costs to the fiscal committees of the legislature by  
31 September 30, 1998, and September 30, 1999. The report shall detail  
32 monthly and per capita expenditures for pharmacy and new drug costs for  
33 each state hospital. Expenditures for each new generation atypical  
34 antipsychotic medication including clozapine, resperidone, olanzapine,  
35 and any newly introduced medications of this nature shall be  
36 specifically reported.

37 (e) \$1,700,000 of the general fund--state fiscal year 1998  
38 appropriation is provided solely for replacing lost federal revenues in  
39 fiscal year 1998 due to a changed definition of discharge for medicare

1 reimbursement purposes. The mental health division must aggressively  
 2 pursue the prompt resolution of issues resulting in this loss of  
 3 revenues with the federal health care financing administration. In the  
 4 event any or all of the lost federal revenues are restored, an equal  
 5 amount of the general fund--state fiscal year 1998 appropriation shall  
 6 lapse.

7 (f) Within the funds provided in this section, the mental health  
 8 division shall develop by October 1, 1998, a staffing model for direct  
 9 and indirect functions for the wards at each of the state hospitals.  
 10 The model should, whenever possible, reflect the most efficient  
 11 practices for providing treatment and therapeutic services appropriate  
 12 to the characteristics and needs of the individual patient.

13 (g) \$1,508,000 of the general fund--state appropriation for fiscal  
 14 year 1999, \$92,000 of the general fund--federal appropriation, and  
 15 \$107,000 of the general fund private/local appropriation are provided  
 16 solely for the implementation of the Second Substitute Senate Bill No.  
 17 6214 (mentally ill commitment). If the bill is not enacted by June 30,  
 18 1998, the amounts provided in this subsection shall lapse.

19 (3) CIVIL COMMITMENT

20	General Fund Appropriation (FY 1998)	. . . . . \$	7,174,000
21	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((7,779,000))</del>
22			<u>8,079,000</u>
23	TOTAL APPROPRIATION	. . . . . \$	<del>((14,953,000))</del>
24			<u>15,253,000</u>

25 The appropriations in this subsection are subject to the following  
 26 conditions and limitations: ~~((a))~~ \$2,088,000 of the general fund--  
 27 state fiscal year 1998 appropriation and \$2,415,000 of the general  
 28 fund--state fiscal year 1999 appropriation are provided solely for  
 29 court-related costs for residents at the special commitment center.

30 (4) SPECIAL PROJECTS

31	General Fund--State Appropriation (FY 1998)	. . . \$	50,000
32	General Fund--State Appropriation (FY 1999)	. . . \$	<del>((450,000))</del>
33			<u>5,233,000</u>
34	General Fund--Federal Appropriation	. . . . . \$	3,826,000
35	TOTAL APPROPRIATION	. . . . . \$	<del>((4,326,000))</del>
36			<u>9,109,000</u>



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

3 (a) \$50,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$450,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for development and operation of  
6 the pilot project for mentally ill offenders described in Substitute  
7 Senate Bill No. 6002 (mentally ill offenders). If the bill is not  
8 enacted by June 30, 1997, the amounts provided shall lapse.

9 (b) \$4,783,000 of the fiscal year 1999 general fund--state  
10 appropriation is provided solely for payment of back wages and benefits  
11 as required by the judgment in *Johanson and the Washington Federation*  
12 *of State Employees v. State of Washington* (Thurston county superior  
13 court cause no. 94-2-01459-2).

14 (5) PROGRAM SUPPORT

15	General Fund--State Appropriation (FY 1998) . . . \$	2,537,000
16	General Fund--State Appropriation (FY 1999) . . . \$	2,569,000
17	General Fund--Federal Appropriation . . . . . \$	3,085,000
18	TOTAL APPROPRIATION . . . . . \$	8,191,000

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

21 (a) \$60,000 of the general fund--state appropriation for fiscal  
22 year 1998 is provided solely to increase the department's capacity to  
23 carry out legislative intent set forth in RCW 71.24.400 through  
24 71.24.415. To facilitate this activity, the secretary shall appoint an  
25 oversight committee of project stakeholders including representatives  
26 from: Service providers, mental health regional support networks, the  
27 department's mental health division, the department's division of  
28 alcohol and substance abuse, the department's division of children and  
29 family services, and the department's medical assistance  
30 administration. The oversight group shall continue to seek ways to  
31 streamline service delivery as set forth in RCW 71.24.405 until at  
32 least July 1, 1998.

33 (b) \$96,000 of the general fund--state appropriation for fiscal  
34 year 1999 is provided solely for the implementation of Second  
35 Substitute Senate Bill No. 6214 (mentally ill commitment). If the bill  
36 is not enacted by June 30, 1998, the amount provided in this subsection  
37 shall lapse.

1 (c) \$100,000 of the general fund--state appropriation for fiscal  
2 year 1999 is provided solely for the evaluation required by Second  
3 Substitute Senate Bill No. 6214 (mentally ill commitment). If the bill  
4 is not enacted by June 30, 1998, the amount provided in this subsection  
5 shall lapse. The mental health division shall contract with the  
6 institute for public policy for this evaluation.

7 **Sec. 205.** 1998 c 346 s 205 (uncodified) is amended to read as  
8 follows:

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

11 Notwithstanding any other limitations in this section, the  
12 secretary shall transfer \$1,140,000 of the general fund--state  
13 appropriation, and \$1,060,000 of the general fund--federal  
14 appropriation, or so much thereof as may be necessary, among  
15 subsections of this section to implement Second Substitute Senate Bill  
16 No. 6751 (developmental disabilities service options).

17 (1) COMMUNITY SERVICES

18	General Fund--State Appropriation (FY 1998) . . . . .	\$	147,757,000
19	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>((166,773,000))</del>
20			<u>168,604,000</u>
21	General Fund--Federal Appropriation . . . . .	\$	<del>((226,737,000))</del>
22			<u>227,012,000</u>
23	Health Services Account Appropriation . . . . .	\$	<del>((639,000))</del>
24			<u>226,000</u>
25	TOTAL APPROPRIATION . . . . .	\$	<del>((541,906,000))</del>
26			<u>543,599,000</u>

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

29 (a) The health services account appropriation and ~~(((\$692,000))~~  
30 \$243,000 of the general fund--federal appropriation are provided solely  
31 for the enrollment in the basic health plan of home care workers with  
32 family incomes below 200 percent of the federal poverty level who are  
33 employed through state contracts. Enrollment in the basic health plan  
34 for home care workers with family incomes at or above 200 percent of  
35 poverty shall be covered with general fund--state and matching general  
36 fund--federal revenues that were identified by the department to have  
37 been previously appropriated for health benefits coverage, to the

1 extent that these funds had not been contractually obligated for worker  
2 wage increases prior to March 1, 1996.

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

8 ~~(c) ((\$24,399,000 of the general fund--state appropriation for  
9 fiscal year 1998 and \$28,729,000 of the general fund--state  
10 appropriation for fiscal year 1999 are provided solely to deliver  
11 personal care services. Within these amounts, sufficient funding is  
12 provided to restore funding for medicaid personal care exceptional  
13 rates to the fiscal year 1997 level. If the secretary of social and  
14 health services determines that total expenditures are likely to exceed  
15 these appropriated amounts, the secretary shall take action as required  
16 by RCW 74.09.520 to adjust either functional eligibility standards or  
17 service levels or both sufficiently to maintain expenditures within  
18 appropriated levels. Such action may include the adoption of emergency  
19 rules and may not be taken to the extent that projected over-  
20 expenditures are offset by under-expenditures elsewhere within the  
21 program's general fund--state appropriation. Prior to making  
22 eligibility changes which would terminate all services to some persons,  
23 the secretary should first exercise all opportunities to manage the  
24 average cost per person served, through methods such as promoting the  
25 use of informal care; assuring that local offices are effectively and  
26 consistently authorizing the least expensive level of care which can  
27 meet recipient needs; and reducing on a sliding scale basis the amount  
28 of service authorized per functional need level, with smaller  
29 reductions for greater levels of need.~~

30 ~~(d))~~ \$144,000 of the general fund--state appropriation for fiscal  
31 year 1998, \$453,000 of the general fund--state appropriation for fiscal  
32 year 1999, and \$654,000 of the general fund--federal appropriation are  
33 provided solely to continue operation of the united cerebral palsy  
34 residential center during the period in which its residents are phasing  
35 into new community residences.

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

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

3 ~~((g))~~ (e) \$2,151,000 of the general fund--state appropriation for  
4 fiscal year 1998, \$5,782,000 of the general fund--state appropriation  
5 for fiscal year 1999, and \$8,362,000 of the general fund--federal  
6 appropriation are provided solely to develop and operate secure  
7 residential and day program placements for persons who seem likely to  
8 present a significant risk to the public safety if their current  
9 residential arrangement were to continue.

10 ~~((h)---\$426,000)~~ (f) \$860,000 of the general fund--state  
11 appropriation for fiscal year 1999 and ~~(((\$469,000))~~ \$927,000 of the  
12 general fund--federal appropriation are provided solely to develop and  
13 operate community services for persons residing at, or at risk of  
14 commitment to, eastern and western state hospitals whose needs are such  
15 that they cannot be served in existing community vacancies.

16 ~~((i))~~ (g) \$200,000 of the general fund--state appropriation for  
17 fiscal year 1998 and \$1,592,000 of the general fund--state  
18 appropriation for fiscal year 1999 are provided solely for employment  
19 and day program services for adults who are not currently able to  
20 participate in such services because of funding limitations.

21 ~~((j))~~ (h) \$105,000 of the general fund--state appropriation for  
22 fiscal year 1998, \$933,000 of the general fund--state appropriation for  
23 fiscal year 1999, and \$1,029,000 of the general fund--federal  
24 appropriation are provided solely to develop and operate community  
25 services for persons moving from the residential habilitation centers  
26 as a result of an agreement with the federal department of justice or  
27 a settlement agreement to a lawsuit.

28 (2) INSTITUTIONAL SERVICES

29	General Fund--State Appropriation (FY 1998) . . . . .	\$	65,277,000
30	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>((64,187,000))</del>
31			<u>62,843,000</u>
32	General Fund--Federal Appropriation . . . . .	\$	<del>((145,897,000))</del>
33			<u>145,949,000</u>
34	General Fund--Private/Local Appropriation . . . . .	\$	<del>((9,729,000))</del>
35			<u>9,979,000</u>
36	TOTAL APPROPRIATION . . . . .	\$	<del>((285,090,000))</del>
37			<u>284,048,000</u>

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

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

8 (b) \$112,000 of the general fund--state appropriation for fiscal  
9 year 1998, \$113,000 of the general fund--state appropriation for  
10 fiscal year 1999, and \$75,000 of the general fund--federal  
11 appropriation are provided solely for a nursing community outreach  
12 project at Yakima valley school. Registered nursing staff are to  
13 provide nursing assessments, consulting services, training, and quality  
14 assurance on behalf of individuals residing in central Washington.

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

22 (3) PROGRAM SUPPORT

23	General Fund--State Appropriation (FY 1998) . . . \$	2,530,000
24	General Fund--State Appropriation (FY 1999) . . . \$	2,501,000
25	General Fund--Federal Appropriation . . . . . \$	1,637,000
26	TOTAL APPROPRIATION . . . . . \$	6,668,000

27 (4) SPECIAL PROJECTS

28	General Fund--Federal Appropriation . . . . . \$	12,030,000
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29 **Sec. 206.** 1998 c 346 s 206 (uncodified) is amended to read as  
30 follows:

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

33	General Fund--State Appropriation (FY 1998) . . . \$	409,469,000
34	General Fund--State Appropriation (FY 1999) . . . \$	<del>((425,130,000))</del>
35		<u>420,905,000</u>
36	General Fund--Federal Appropriation . . . . . \$	<del>((910,685,000))</del>
37		<u>899,950,000</u>

1	General Fund--Local Appropriation . . . . .	\$	((1,781,000))
2			<u>1,757,000</u>
3	Health Services Account Appropriation . . . . .	\$	((2,232,000))
4			<u>1,940,000</u>
5	TOTAL APPROPRIATION . . . . .	\$	((1,749,297,000))
6			<u>1,734,021,000</u>

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

9 (1) The entire health services account appropriation ((and  
10 \$2,175,000 of the general fund--federal appropriation are)) is provided  
11 solely for the enrollment in the basic health plan of home care workers  
12 with family incomes below 200 percent of the federal poverty level who  
13 are employed through state contracts. Enrollment in the basic health  
14 plan for home care workers with family incomes at or above 200 percent  
15 of poverty shall be covered with general fund--state and matching  
16 general fund--federal revenues that were identified by the department  
17 to have been previously appropriated for health benefits coverage, to  
18 the extent that these funds had not been contractually obligated for  
19 worker wage increases prior to March 1, 1996.

20 (2) \$1,277,000 of the general fund--state appropriation for fiscal  
21 year 1998 and \$1,277,000 of the general fund--state appropriation for  
22 fiscal year 1999 are provided solely for operation of the volunteer  
23 chore program.

24 (3) ((~~\$113,534,000 of the general fund--state appropriation for~~  
25 ~~fiscal year 1998, \$125,310,000 of the general fund--state appropriation~~  
26 ~~for fiscal year 1999, of which no less than forty-nine percent shall be~~  
27 ~~allotted for expenditure during the first six months of fiscal year~~  
28 ~~1999, and \$7,374,000 of the general fund--federal social services block~~  
29 ~~grant appropriation, are provided solely to deliver chore, COPES, and~~  
30 ~~medicaid personal care services. If the secretary of social and health~~  
31 ~~services determines that total expenditures are likely to exceed these~~  
32 ~~amounts, the secretary shall take action as required by RCW 74.09.520,~~  
33 ~~74.39A.120, and 74.09.530 to adjust functional eligibility standards~~  
34 ~~and/or service levels sufficiently to maintain expenditures within~~  
35 ~~appropriated levels. Such action may include the adoption of emergency~~  
36 ~~rules, and shall not be taken to the extent that projected over-~~  
37 ~~expenditures are offset by under-expenditures resulting from lower than~~  
38 ~~budgeted nursing home caseloads. Prior to making eligibility changes~~  
39 ~~which would terminate all services to some persons, the secretary~~

1 should first exercise all opportunities to manage the average cost per  
2 person served, through methods such as promoting the use of informal  
3 care; assuring that local offices are effectively and consistently  
4 authorizing the least expensive level of care that can meet recipient  
5 needs; using waiting lists for individuals with lower levels of need in  
6 order to limit monthly growth; and reducing on a sliding scale basis  
7 the amount of service authorized per functional need level, with  
8 smaller reductions for greater levels of need.

9       ~~(4)~~ \$1,080,000 of the general fund--state appropriation for fiscal  
10 year 1999 is provided to maintain service eligibility for persons  
11 receiving services through the chore, COPES, or medicaid personal care  
12 programs in the event eligibility adjustments may be necessary or are  
13 made in accordance with subsection (3) of this section. The department  
14 may use seventy five percent of amounts not needed for that purpose to  
15 implement quality of care enhancements.

16       ~~(5))~~ \$26,000 of the general fund--state appropriation for fiscal  
17 year 1998, \$59,000 of the general fund--state appropriation for fiscal  
18 year 1999, and \$85,000 of the general fund--federal appropriation are  
19 provided solely to employ registered nurses rather than social workers  
20 to fill six of the new field positions to be filled in fiscal year 1998  
21 and seven more of the new positions to be filled in fiscal year 1999.  
22 These registered nurses shall conduct assessments, develop and monitor  
23 service plans, and consult with social work staff to assure that  
24 persons with medical needs are placed in and receive the appropriate  
25 level of care.

26       ~~((+6))~~ (4) \$425,000 of the general fund--state appropriation for  
27 fiscal year 1998 and \$882,000 of the general fund--state appropriation  
28 for fiscal year 1999 are provided solely to implement Second Substitute  
29 Senate Bill No. 5179 (nursing facility reimbursement). If the bill is  
30 not enacted by June 30, 1997, the amounts provided in this subsection  
31 shall lapse.

32       ~~((+7))~~ (5) \$242,000 of the general fund--state appropriation for  
33 fiscal year 1998, \$212,000 of the general fund--state appropriation for  
34 fiscal year 1999, and \$498,000 of the general fund--federal  
35 appropriation are provided solely for operation of a system for  
36 investigating allegations of staff abuse and neglect in nursing homes,  
37 as provided in Second Substitute House Bill No. 1850 (long-term care  
38 standards of care).

1       ~~((8))~~ (6) For purposes of implementing ~~((Second Substitute House~~  
2 ~~Bill No. 2935))~~ chapter 322, Laws of 1998 (nursing ~~((facility))~~ home  
3 payment rates), the weighted average nursing facility payment rate for  
4 fiscal year 1999 shall be no more than ~~((117.36))~~ \$116.60, excluding  
5 nurse's aide training. Each nursing facility's July 1 through  
6 September 30, 1998, medicaid payment rate shall be its June 30, 1998,  
7 rate increased by 2.0 percent, except for the property and return on  
8 investment component rates, which shall not be increased. Beginning  
9 October 1, 1998, component rates rebased on 1996 costs shall be  
10 adjusted for economic trends and conditions by 5.18 percent.

11       ~~((9))~~ (7) \$50,000 of the general fund--state appropriation for  
12 fiscal year 1998 and \$50,000 of the general fund--state appropriation  
13 for fiscal year 1999 are provided solely for payments to any nursing  
14 facility licensed under chapter 18.51 RCW which meets all of the  
15 following criteria: (a) The nursing home entered into an arm's length  
16 agreement for a facility lease prior to January 1, 1980; (b) the lessee  
17 purchased the leased nursing home after January 1, 1980; and (c) the  
18 lessor defaulted on its loan or mortgage for the assets of the home  
19 after January 1, 1991, and prior to January 1, 1992. Payments provided  
20 pursuant to this subsection shall not be subject to the settlement,  
21 audit, or rate-setting requirements contained in chapter 74.46 RCW.

22       ~~((10))~~ (8) \$506,000 of the general fund--state appropriation for  
23 fiscal year 1998, \$502,000 of the general fund--state appropriation for  
24 fiscal year 1999, and \$1,095,000 of the general fund--federal  
25 appropriation are provided solely for an increase in the state payment  
26 rates for adult residential care and enhanced adult residential care.

27       ~~((11) \$274,000 of the general fund--state appropriation for fiscal~~  
28 ~~year 1998, \$1,357,000 of the general fund--state appropriation for~~  
29 ~~fiscal year 1999, and the entire general fund--local appropriation are~~  
30 ~~provided solely for boarding home licensure and quality assurance by~~  
31 ~~the department of social and health services only if Engrossed House~~  
32 ~~Bill No. 2410 (boarding home administration) is enacted by June 30,~~  
33 ~~1998. If the bill is not enacted, the amounts provided in this~~  
34 ~~subsection shall be allocated to the department of health, which will~~  
35 ~~manage the boarding home licensure and quality assurance program.))~~

36       **Sec. 207.** 1998 c 346 s 207 (uncodified) is amended to read as  
37 follows:



1	<b>FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES</b>	
2	<b>PROGRAM</b>	
3	General Fund--State Appropriation (FY 1998) . . .	\$ 508,243,000
4	General Fund--State Appropriation (FY 1999) . . .	\$ ((512,200,000))
5		<u>509,754,000</u>
6	General Fund--Federal Appropriation . . . . .	\$ ((951,615,000))
7		<u>881,335,000</u>
8	TOTAL APPROPRIATION . . . . .	\$ ((1,972,058,000))
9		<u>1,899,332,000</u>

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

12 (1) The legislature finds that, with the passage of the federal  
13 personal responsibility and work opportunity act and Engrossed House  
14 Bill No. 3901, the temporary assistance for needy families is no longer  
15 an entitlement. The legislature declares that the currently  
16 appropriated level for the program is sufficient for the next few  
17 budget cycles. ~~((To the extent, however, that currently appropriated  
18 amounts exceed costs during the 1997-99 biennium, the department is  
19 encouraged to set aside excess federal funds for use in future years.))~~

20 (2) \$485,000 of the general fund--state fiscal year 1998  
21 appropriation, \$3,186,000 of the general fund--state fiscal year 1999  
22 appropriation, and \$3,168,000 of the general fund--federal  
23 appropriation are provided solely to continue to implement the  
24 previously competitively procured electronic benefits transfer system  
25 through the western states EBT alliance for distribution of cash grants  
26 and food stamps so as to meet the requirements of P.L. 104-193.

27 (3) \$50,000 of the fiscal year 1998 general fund--state  
28 appropriation is provided solely for a study of child care  
29 affordability as directed in section 403 of Engrossed House Bill No.  
30 3901 (implementing welfare reform). The study shall be performed by  
31 the Washington institute for public policy. If the bill is not enacted  
32 by June 30, 1997, the amount provided in this subsection shall lapse.

33 (4) \$500,000 of the fiscal year 1998 general fund--state  
34 appropriation and \$500,000 of the fiscal year 1999 general fund--state  
35 appropriation are provided solely for an evaluation of the WorkFirst  
36 program as directed in section 705 of Engrossed House Bill No. 3901  
37 (implementing welfare reform). The study shall be performed by the  
38 joint legislative audit and review committee. If the bill is not

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

3 (5) \$73,129,000 of the general fund--federal appropriation is  
4 provided (~~solely~~) for child care assistance for low-income families  
5 in the WorkFirst program and for low-income working families as  
6 authorized in Engrossed House Bill No. 3901 (implementing welfare  
7 reform). All child care assistance provided shall be subject to a  
8 monthly copay to be paid by the family receiving the assistance.

9 (6) \$7,624,000 of the fiscal year 1998 general fund--state  
10 appropriation, (~~(\$18,489,000)~~) \$11,730,000 of the fiscal year 1999  
11 general fund--state appropriation, and \$29,781,000 of the general  
12 fund--federal appropriation are provided solely for implementation of  
13 Engrossed House Bill No. 3901 (implementing welfare reform), including  
14 sections 404 and 405. If the bill is not enacted by June 30, 1997, the  
15 amounts provided in this subsection shall lapse. The level of benefits  
16 in the food program for legal immigrants authorized in the bill shall  
17 be equivalent to benefits provided by the federal food stamp program.

18 (7) \$56,461,000 of the fiscal year 1998 general fund--state  
19 appropriation and (~~(\$59,393,000)~~) \$51,673,000 of the fiscal year 1999  
20 general fund--state appropriation are provided (~~solely~~) for cash  
21 assistance to recipients in the general assistance--unemployable  
22 program. The department shall take any and all actions necessary to  
23 maintain expenditures within these amounts.

24 (8) \$55,995,000 of the fiscal year 1998 general fund--state  
25 appropriation, (~~(\$55,995,000)~~) \$44,146,000 of the fiscal year 1999  
26 general fund--state appropriation, and (~~(\$184,510,000)~~) \$121,821,000 of  
27 the general fund--federal appropriation are provided (~~solely~~) to  
28 administer a low-income child care program as authorized in Engrossed  
29 House Bill No. 3901 (implementing welfare reform). (~~The child care~~  
30 ~~program funds shall be allotted as follows:~~

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

34 (b) ~~The department may spend up to the allotted amount for child~~  
35 ~~care assistance during each six month period. Any funds not spent~~  
36 ~~during the six month period may be held over and allotted in the next~~  
37 ~~six month period, subject to the provisions of subsection (5) of this~~  
38 ~~section.~~

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

4 (10)) (9) Within the amounts provided in this section, the  
5 department shall implement the study requirements of Engrossed  
6 Substitute House Bill No. 2900 (pro rata calculation of temporary  
7 assistance for needy families grants).

8 **Sec. 208.** 1998 c 346 s 208 (uncodified) is amended to read as  
9 follows:

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

12	General Fund--State Appropriation (FY 1998) . . . \$	15,459,000
13	General Fund--State Appropriation (FY 1999) . . . \$	((15,330,000))
14		<u>16,781,000</u>
15	General Fund--Federal Appropriation . . . . . \$	((81,112,000))
16		<u>81,132,000</u>
17	General Fund--Private/Local Appropriation . . . . . \$	630,000
18	Public Safety and Education Account	
19	Appropriation . . . . . \$	3,210,000
20	Violence Reduction and Drug Enforcement Account	
21	Appropriation . . . . . \$	74,889,000
22	TOTAL APPROPRIATION . . . . . \$	((190,630,000))
23		<u>192,101,000</u>

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

26 (1) \$2,062,000 of the general fund--federal appropriation and  
27 \$7,482,000 of the violence reduction and drug enforcement account  
28 appropriation are provided solely for the grant programs for school  
29 districts and educational service districts set forth in RCW  
30 28A.170.080 through 28A.170.100, including state support activities, as  
31 administered through the office of the superintendent of public  
32 instruction.

33 (2) \$1,902,000 of the general fund--state fiscal year 1998  
34 appropriation, \$1,902,000 of the general fund--state fiscal year 1999  
35 appropriation, and \$1,592,000 of the general fund--federal  
36 appropriation are provided solely for alcohol and substance abuse  
37 assessment, treatment, including treatment for drug affected infants  
38 and toddlers, and child care services for clients of the division of

1 children and family services. Assessment shall be provided by approved  
2 chemical dependency treatment programs as requested by child protective  
3 services personnel in the division of children and family services.  
4 Child care shall be provided as deemed necessary by the division of  
5 children and family services while parents requiring alcohol and  
6 substance abuse treatment are attending treatment programs.

7 (3) \$760,000 of the fiscal year 1998 general fund--state  
8 appropriation and \$760,000 of the fiscal year 1999 general fund--state  
9 appropriation are provided solely to fund a program serving mothers of  
10 children affected by fetal alcohol syndrome and related conditions,  
11 known as the birth-to-three program. The program may be operated in  
12 two cities in the state.

13 (4) \$3,210,000 of the public safety and education account  
14 appropriation is provided solely for the continuation of treatment  
15 alternatives to street crimes (TASC) programs in Pierce, Snohomish,  
16 Clark, King, Spokane, and Yakima counties.

17 **Sec. 209.** 1998 c 346 s 209 (uncodified) is amended to read as  
18 follows:

19 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**  
20 **PROGRAM**

21	General Fund--State Appropriation (FY 1998) . . . . .	\$	((666,815,000))
22			<u>671,815,000</u>
23	General Fund--State Appropriation (FY 1999) . . . . .	\$	((681,372,000))
24			<u>680,857,000</u>
25	General Fund--Federal Appropriation . . . . .	\$	((2,086,149,000))
26			<u>2,115,962,000</u>
27	General Fund--Private/Local Appropriation . . . . .	\$	((306,601,000))
28			<u>307,708,000</u>
29	Health Services Account Appropriation . . . . .	\$	254,506,000
30	Emergency Medical and Trauma Care Services		
31	Account Appropriation . . . . .	\$	4,600,000
32	TOTAL APPROPRIATION . . . . .	\$	((4,000,043,000))
33			<u>4,035,448,000</u>

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

36 (1) The department shall continue to make use of the special  
37 eligibility category created for children through age 18 and in

1 households with incomes below 200 percent of the federal poverty level  
2 made eligible for medicaid as of July 1, 1994.

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

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

11 (4) \$1,622,000 of the general fund--state appropriation for fiscal  
12 year 1998 and \$1,622,000 of the general fund--state appropriation for  
13 fiscal year 1999 are provided for treatment of low-income kidney  
14 dialysis patients.

15 (5) \$80,000 of the general fund--state appropriation for fiscal  
16 year 1998, \$80,000 of the general fund--state appropriation for fiscal  
17 year 1999, and \$160,000 of the general fund--federal appropriation are  
18 provided solely for the prenatal triage clearinghouse to provide access  
19 and outreach to reduce infant mortality.

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

26 ~~(7))~~ The department shall seek federal approval to require adult  
27 medicaid recipients who are not elderly or disabled to contribute ten  
28 dollars per month toward the cost of their medical assistance coverage.  
29 The department shall report on the progress of this effort to the house  
30 of representatives and senate health care and fiscal committees by  
31 September 1 and November 15, 1997.

32 ~~((+8))~~ (7) \$325,000 of the general fund--state appropriation for  
33 fiscal year 1998 and \$325,000 of the general fund--state appropriation  
34 for fiscal year 1999 are provided solely to increase rates paid for air  
35 ambulance services.

36 ~~((+9) \$1,468,000 of the general fund state appropriation for  
37 fiscal year 1999 is to be expended solely to the extent necessary  
38 because the federal government has not approved the department's~~

1 request to require certain recipients to pay ten dollars per month  
2 toward the cost of their medical assistance.

3 ~~(10))~~ (8) By November 1, 1998, the department shall report to the  
4 health care and fiscal committees of the legislature on the estimated  
5 average monthly number of nongrant medical assistance recipients who do  
6 not meet the earned income eligibility standards that were in effect  
7 prior to November 1997.

8 **Sec. 210.** 1998 c 346 s 210 (uncodified) is amended to read as  
9 follows:

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

12	General Fund--State Appropriation (FY 1998) . . . \$	9,046,000
13	General Fund--State Appropriation (FY 1999) . . . \$	<del>((8,603,000))</del>
14		<u>8,903,000</u>
15	General Fund--Federal Appropriation . . . . . \$	<del>((79,080,000))</del>
16		<u>78,577,000</u>
17	General Fund--Private/Local Appropriation . . . . . \$	2,904,000
18	TOTAL APPROPRIATION . . . . . \$	<del>((99,633,000))</del>
19		<u>99,430,000</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.** 1998 c 346 s 211 (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) . . . \$	25,818,000
2	General Fund--State Appropriation (FY 1999) . . . \$	<del>((25,744,000))</del>
3		<u>25,325,000</u>
4	General Fund--Federal Appropriation . . . . . \$	<del>((43,037,000))</del>
5		<u>43,087,000</u>
6	General Fund--Private/Local Appropriation . . . . \$	270,000
7	TOTAL APPROPRIATION . . . . . \$	<del>((94,869,000))</del>
8		<u>94,500,000</u>

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

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

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

24 (3) \$60,000 of the general fund--state appropriation for fiscal  
25 year 1998 is provided solely for a welfare fraud pilot program as  
26 described by House Bill No. 1822 (welfare fraud investigation).

27 (4) \$55,000 of the fiscal year 1998 general fund--state  
28 appropriation, \$64,000 of the fiscal year 1999 general fund--state  
29 appropriation, and \$231,000 of the general fund--federal appropriation  
30 are provided solely for implementation of Engrossed House Bill No. 3901  
31 (implementing welfare reform). If the bill is not enacted by June 30,  
32 1997, the amounts provided in this subsection shall lapse.

33 ~~((+6))~~ (5) The department shall report on the allowance for  
34 clothing, personal maintenance, and necessary incidentals provided to  
35 persons who receive services funded by state and federal moneys under  
36 Title XIX of the social security act. The report shall discuss the  
37 range of allowances granted for different populations and programs and  
38 compare the allowances to those provided to similar populations in  
39 other western states. The report shall also evaluate the need for a

1 uniform amount provided to all populations and, if a uniform allowance  
2 is provided, at what level that allowance should be set. In compiling  
3 the report, the department shall consult with affected parties and  
4 divisions. The report shall be submitted by December 1, 1998, to the  
5 chairs and the ranking minority members of the appropriate committees  
6 of the legislature.

7 **Sec. 212.** 1998 c 346 s 212 (uncodified) is amended to read as  
8 follows:

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

10	General Fund--State Appropriation (FY 1998) . . . \$	21,344,000
11	General Fund--State Appropriation (FY 1999) . . . \$	<del>((20,965,000))</del>
12		<u>22,909,000</u>
13	General Fund--Federal Appropriation . . . . . \$	<del>((145,321,000))</del>
14		<u>150,869,000</u>
15	General Fund--Private/Local Appropriation . . . . \$	<del>((32,673,000))</del>
16		<u>30,802,000</u>
17	TOTAL APPROPRIATION . . . . . \$	<del>((220,303,000))</del>
18		<u>225,924,000</u>

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

21 (1) The department shall contract with private collection agencies  
22 to pursue collection of AFDC child support arrearages in cases that  
23 might otherwise consume a disproportionate share of the department's  
24 collection efforts. The department's child support collection staff  
25 shall determine which cases are appropriate for referral to private  
26 collection agencies. In determining appropriate contract provisions,  
27 the department shall consult with other states that have successfully  
28 contracted with private collection agencies to the extent allowed by  
29 federal support enforcement regulations.

30 (2) The amounts appropriated in this section for child support  
31 legal services shall be expended only by means of contracts with local  
32 prosecutor's offices.

33 (3) \$305,000 of the general fund--state fiscal year 1998  
34 appropriation, \$494,000 of the general fund--state fiscal year 1999  
35 appropriation, and \$1,408,000 of the general fund--federal  
36 appropriation are provided solely to implement Engrossed House Bill No.  
37 3901 (implementing welfare reform). If the bill is not enacted by June  
38 30, 1997, the amounts provided in this subsection shall lapse.



1       **Sec. 213.** 1998 c 346 s 213 (uncodified) is amended to read as  
2 follows:

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

5	General Fund--State Appropriation (FY 1998) . . .	\$	25,292,000
6	General Fund--State Appropriation (FY 1999) . . .	\$	<del>((24,792,000))</del>
7			<u>24,480,000</u>
8	General Fund--Federal Appropriation . . . . .	\$	<del>((18,966,000))</del>
9			<u>20,278,000</u>
10	TOTAL APPROPRIATION . . . . .	\$	<del>((69,050,000))</del>
11			<u>70,050,000</u>

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

14       (1) \$263,000 of the fiscal year 1998 general fund--state  
15 appropriation, \$349,000 of the fiscal year 1999 general fund--state  
16 appropriation, and \$1,186,000 of the general fund--federal  
17 appropriation are provided solely for implementation of Engrossed House  
18 Bill No. 3901 (implementing welfare reform). If the bill is not  
19 enacted by June 30, 1997, the amounts provided in this subsection shall  
20 lapse.

21       (2) \$113,000 of the fiscal year 1999 general fund--state  
22 appropriation and \$31,000 of the general fund--federal appropriation  
23 are provided solely for the implementation of Substitute House Bill No.  
24 2556 (child abuse prevention and treatment). If this bill is not  
25 enacted by June 30, 1998, the amounts provided in this subsection shall  
26 lapse.

27       **Sec. 214.** 1998 c 346 s 214 (uncodified) is amended to read as  
28 follows:

29 **FOR THE STATE HEALTH CARE AUTHORITY**

30	General Fund--State Appropriation (FY 1998) . . .	\$	6,316,000
31	General Fund--State Appropriation (FY 1999) . . .	\$	6,317,000
32	State Health Care Authority Administration		
33	Account Appropriation . . . . .	\$	<del>((14,969,000))</del>
34			<u>14,965,000</u>
35	Health Services Account Appropriation . . . . .	\$	<del>((341,800,000))</del>
36			<u>333,535,000</u>
37	TOTAL APPROPRIATION . . . . .	\$	<del>((369,402,000))</del>
38			<u>361,133,000</u>

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

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

5 (2) Within funds appropriated in this section and sections 205 and  
6 206 of chapter 149, Laws of 1997, the health care authority shall  
7 continue to provide an enhanced basic health plan subsidy option for  
8 foster parents licensed under chapter 74.15 RCW and workers in state-  
9 funded homecare programs. Under this enhanced subsidy option, foster  
10 parents and homecare workers with family incomes below 200 percent of  
11 the federal poverty level shall be allowed to enroll in the basic  
12 health plan at a cost of ten dollars per covered worker per month.

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

18 (b) Effective July 1998, the health care authority shall require  
19 organizations and individuals which are paid to deliver basic health  
20 plan services and which choose to sponsor enrollment in the subsidized  
21 basic health plan to pay the following: (i) A minimum of fifteen  
22 dollars per enrollee per month for persons below 100 percent of the  
23 federal poverty level; and (ii) a minimum of twenty dollars per  
24 enrollee per month for persons whose family income is 100 percent to  
25 200 percent of the federal poverty level.

26 ~~(4) ((\$150,000 of the health services account appropriation is  
27 provided solely to implement health care savings accounts. If  
28 legislation requiring a pilot project of such accounts is not enacted  
29 by June 30, 1997, the amount provided in this subsection shall lapse.~~

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

35 ~~((+6))~~ (5) \$250,000 of the state health care authority  
36 administrative account appropriation is provided solely to process  
37 claims arising from the settlement in *Retired State Employees v. State*  
38 *of Washington* (Thurston county superior court cause no. 92-2-01294-1).

1        ~~((7))~~ (6) The health care authority administrator is directed to  
 2 pay claims resulting from a court-approved stipulated settlement in  
 3 *Retired State Employees et al. v. State of Washington* (Thurston county  
 4 superior court cause no. 92-2-01294-1) using funds in the public  
 5 employees' and retirees' insurance account. The legislature recognizes  
 6 that payment of these claims may reduce premium stabilization reserves  
 7 below target levels on an interim basis. It is the legislature's  
 8 intent that the viability of health care authority-administered  
 9 programs be preserved and that the benefit levels for health care  
 10 authority-administered programs not be reduced in the event premium  
 11 stabilization reserves are used to pay such claims.

12        ~~((8))~~ (7) \$330,000 of the health services account appropriation  
 13 is provided solely to implement Substitute House Bill No. 3109 (basic  
 14 health plan enrollee income verification). If the bill is not enacted  
 15 by June 30, 1998, the amount provided in this subsection shall lapse.

16        **Sec. 215.** 1998 c 346 s 217 (uncodified) is amended to read as  
 17 follows:

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

19	General Fund Appropriation (FY 1998)	. . . . . \$	6,805,000
20	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((7,069,000))</del>
21			<u>7,013,000</u>
22	Public Safety and Education Account--		
23	State Appropriation . . . . .	. . . . . \$	<del>((16,082,000))</del>
24			<u>15,333,000</u>
25	Public Safety and Education Account--		
26	Federal Appropriation . . . . .	. . . . . \$	<del>((6,002,000))</del>
27			<u>5,937,000</u>
28	Public Safety and Education Account--		
29	Private/Local Appropriation . . . . .	. . . . . \$	<del>((2,178,000))</del>
30			<u>2,987,000</u>
31	Electrical License Account Appropriation . . . . .	. . . . . \$	<del>((22,542,000))</del>
32			<u>22,506,000</u>
33	Farm Labor Revolving Account Appropriation . . . . .	. . . . . \$	28,000
34	Worker and Community Right-to-Know Account		
35	Appropriation . . . . .	. . . . . \$	2,187,000
36	Public Works Administration Account		
37	Appropriation . . . . .	. . . . . \$	1,975,000
38	Accident Account--State Appropriation . . . . .	. . . . . \$	<del>((151,634,000))</del>

1		<u>151,867,000</u>
2	Accident Account--Federal Appropriation . . . . . \$	9,112,000
3	Medical Aid Account--State Appropriation . . . . . \$	(( <del>154,142,000</del> ))
4		<u>154,502,000</u>
5	Medical Aid Account--Federal Appropriation . . . . . \$	1,592,000
6	Plumbing Certificate Account Appropriation . . . . . \$	947,000
7	Pressure Systems Safety Account Appropriation . . . . . \$	2,106,000
8	TOTAL APPROPRIATION . . . . . \$	(( <del>384,401,000</del> ))
9		<u>384,897,000</u>

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

12 (1) Expenditures of funds appropriated in this section for the  
13 information systems projects identified in agency budget requests as  
14 "claims service delivery", "electrical permitting and inspection  
15 system", and "credentialing information system" are conditioned upon  
16 compliance with section 902 of this act.

17 (2) Pursuant to RCW 7.68.015, the department shall operate the  
18 crime victims compensation program within the public safety and  
19 education account funds appropriated in this section. In the event  
20 that cost containment measures are necessary, the department may (a)  
21 institute copayments for services; (b) develop preferred provider and  
22 managed care contracts; (c) coordinate with the department of social  
23 and health services to use the public safety and education account as  
24 matching funds for federal Title XIX reimbursement, to the extent this  
25 maximizes total funds available for services to crime victims.

26 (3) \$54,000 of the general fund appropriation for fiscal year 1998  
27 and \$54,000 of the general fund appropriation for fiscal year 1999 are  
28 provided solely for an interagency agreement to reimburse the board of  
29 industrial insurance appeals for crime victims appeals.

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

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

1 (6) \$101,000 of the plumbing certificate account appropriation is  
2 provided solely for the implementation of Substitute Senate Bill No.  
3 5749 (pipe installer). If the bill is not enacted by June 30, 1997,  
4 the amount provided shall lapse.

5 (7) \$56,000 of the medical aid account appropriation and \$52,000 of  
6 the accident account appropriation are provided solely for evaluating  
7 agency operational improvements.

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

13 (9) \$170,000 of the accident account--state appropriation and  
14 \$170,000 of the medical aid account--state appropriation are provided  
15 solely for payment to the office of the attorney general for legal  
16 services provided in the 1995-97 biennium.

17 (10) \$686,000 of the accident account appropriation and \$686,000 of  
18 the medical aid account appropriation for fiscal year 1999 are provided  
19 solely to fund 24 claims manager positions in fiscal year 1999 (12  
20 worker compensation adjudicator 2 and 12 worker compensation  
21 adjudicator 3 positions). With these new positions, the department is  
22 expected to reduce time-loss duration in claims by 5 percent by June  
23 30, 2000, and an additional 2.5 percent by June 30, 2001. The average  
24 caseload for level 2 claims managers should also drop to approximately  
25 190 by June 30, 2000. The director of the department shall report to  
26 the appropriate fiscal and policy committees of the legislature and the  
27 office of financial management by June 30, 1998, and every year  
28 thereafter, on the measurable progress made toward attaining these  
29 goals. The 1998 report shall indicate the baseline figures from July  
30 1, 1997. If substantial progress has not been achieved by June 30,  
31 2000, the 24 claims manager positions and the funding associated with  
32 these positions shall be discontinued.

33 **Sec. 216.** 1998 c 346 s 218 (uncodified) is amended to read as  
34 follows:

35 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

36 (1) HEADQUARTERS

37 General Fund Appropriation (FY 1998)	. . . . . \$	1,609,000
38 General Fund Appropriation (FY 1999)	. . . . . \$	1,404,000

1	Industrial Insurance Premium Refund Account	
2	Appropriation . . . . .	\$ 80,000
3	Charitable, Educational, Penal, and Reformatory	
4	Institutions Account Appropriation . . . . .	\$ 4,000
5	TOTAL APPROPRIATION . . . . .	\$ 3,097,000

6       The appropriations in this subsection are subject to the following  
7 conditions and limitations: \$200,000 of the general fund appropriation  
8 for fiscal year 1998 is provided solely as the state's contribution to  
9 the construction of a memorial on the state capitol grounds to the men  
10 and women who served in the nation's armed forces during the second  
11 world war. The department shall raise the remaining two-thirds of the  
12 memorial's cost from individual and corporate contributions.

13       (2) FIELD SERVICES

14	General Fund--State Appropriation (FY 1998) . . . . .	\$ 2,418,000
15	General Fund--State Appropriation (FY 1999) . . . . .	\$ 2,420,000
16	General Fund--Federal Appropriation . . . . .	\$ 26,000
17	General Fund--Private/Local Appropriation . . . . .	\$ 85,000
18	TOTAL APPROPRIATION . . . . .	\$ 4,949,000

19       (3) INSTITUTIONAL SERVICES

20	General Fund--State Appropriation (FY 1998) . . . . .	\$ 6,576,000
21	General Fund--State Appropriation (FY 1999) . . . . .	\$ ((5,522,000))
22		<u>5,336,000</u>
23	General Fund--Federal Appropriation . . . . .	\$ ((18,950,000))
24		<u>19,166,000</u>
25	General Fund--Private/Local Appropriation . . . . .	\$ ((14,561,000))
26		<u>14,799,000</u>
27	TOTAL APPROPRIATION . . . . .	\$ ((45,609,000))
28		<u>45,877,000</u>

29       **Sec. 217.** 1998 c 346 s 219 (uncodified) is amended to read as  
30 follows:

31 **FOR THE DEPARTMENT OF HEALTH**

32	General Fund--State Appropriation (FY 1998) . . . . .	\$ 63,189,000
33	General Fund--State Appropriation (FY 1999) . . . . .	\$ ((73,170,000))
34		<u>72,465,000</u>
35	General Fund--Federal Appropriation . . . . .	\$ ((262,504,000))
36		<u>262,483,000</u>
37	General Fund--Private/Local Appropriation . . . . .	\$ ((23,578,000))

1		<u>24,356,000</u>
2	Hospital Commission Account Appropriation . . . . \$	3,089,000
3	Health Professions Account Appropriation . . . . \$	((36,255,000))
4		<u>35,522,000</u>
5	Emergency Medical and Trauma Care Services Account	
6	Appropriation . . . . . \$	((21,042,000))
7		<u>5,857,000</u>
8	Safe Drinking Water Account Appropriation . . . . \$	2,494,000
9	Death Investigations Account Appropriation . . . \$	650,000
10	Drinking Water Assistance Account--Federal	
11	Appropriation . . . . . \$	5,385,000
12	Waterworks Operator Certification Appropriation . \$	588,000
13	Water Quality Account Appropriation . . . . . \$	3,065,000
14	Violence Reduction and Drug Enforcement	
15	Account Appropriation . . . . . \$	469,000
16	State Toxics Control Account Appropriation . . . \$	2,854,000
17	Medical Test Site Licensure Account	
18	Appropriation . . . . . \$	1,624,000
19	Youth Tobacco Prevention Account Appropriation . \$	1,812,000
20	Health Services Account Appropriation . . . . . \$	6,115,000
21	TOTAL APPROPRIATION . . . . . \$	((507,883,000))
22		<u>492,017,000</u>

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

25       (1) \$2,134,000 of the health professions account appropriation is  
26 provided solely for the development and implementation of a licensing  
27 and disciplinary management system. Expenditures are conditioned upon  
28 compliance with section 902 of this act. These funds shall not be  
29 expended without appropriate project approval by the department of  
30 information systems.

31       (2) Funding provided in this section for the drinking water program  
32 data management system shall not be expended without appropriate  
33 project approval by the department of information systems.  
34 Expenditures are conditioned upon compliance with section 902 of this  
35 act.

36       (3) The department or any successor agency is authorized to raise  
37 existing fees charged to the nursing professions and midwives; chemical  
38 dependency counselors; by the pharmacy board; and for boarding home;  
39 hospital; and home health, home care, and hospice agency licenses, in

1 excess of the fiscal growth factor established by Initiative Measure  
2 No. 601, if necessary, to meet the actual costs of conducting business  
3 and the appropriation levels in this section.

4 (4) \$1,526,000 of the general fund--state fiscal year 1998  
5 appropriation and \$1,741,000 of the general fund--state fiscal year  
6 1999 appropriation are provided solely for the implementation of the  
7 Puget Sound water work plan and agency action items, DOH-01, DOH-02,  
8 DOH-03, DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11,  
9 and DOH-12.

10 (5) (~~(\$10,000,000)~~) \$6,115,000 of the health services account  
11 appropriation is provided solely for distribution to local health  
12 departments for distribution on a per capita basis. Prior to  
13 distributing these funds, the department shall adopt rules and  
14 procedures to ensure that these funds are not used to replace current  
15 local support for public health programs.

16 (6) \$500,000 of the general fund--state appropriation for fiscal  
17 year 1998 and \$500,000 of the general fund--state appropriation for  
18 fiscal year 1999 are provided solely for operation of a youth suicide  
19 prevention program at the state level, including a state-wide public  
20 educational campaign to increase knowledge of suicide risk and ability  
21 to respond and provision of twenty-four hour crisis hotlines, staffed  
22 to provide suicidal youth and caregivers a source of instant help.

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



1 (8) \$259,000 of the health professions account appropriation is  
2 provided solely to implement Engrossed House Bill No. 3901  
3 (implementing welfare reform). If the bill is not enacted by June 30,  
4 1997, the amounts provided in this subsection shall lapse.

5 (9) \$150,000 of the general fund--state fiscal year 1998  
6 appropriation and \$150,000 of the general fund--state fiscal year 1999  
7 appropriation are provided solely for community-based oral health  
8 grants that may fund sealant programs, education, prevention, and other  
9 oral health interventions. The grants may be awarded to state or  
10 federally funded community and migrant health centers, tribal clinics,  
11 or public health jurisdictions. Priority shall be given to communities  
12 with established oral health coalitions. Grant applications for oral  
13 health education and prevention grants shall include (a) an assessment  
14 of the community's oral health education and prevention needs; (b)  
15 identification of the population to be served; and (c) a description of  
16 the grant program's predicted outcomes.

17 (10) (~~(\$21,042,000)~~) \$5,857,000 of the emergency medical and trauma  
18 care services account appropriation is provided solely for  
19 implementation of Substitute Senate Bill No. 5127 (trauma care  
20 services). If the bill is not enacted by June 30, 1997, the amount  
21 provided in this subsection shall lapse.

22 (11) \$500,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$500,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely for family support and provider  
25 training services for children with special health care needs.

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

36 (13) \$50,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$50,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely for the implementation of Second  
39 Substitute House Bill No. 1191 (mandated health benefit review). If

1 the bill is not enacted by June 30, 1997, the amounts provided in this  
2 section shall lapse.

3 (14) \$100,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$100,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the volunteer retired provider  
6 program. Funds shall be used to increase children's access to dental  
7 care services in rural and underserved communities by paying  
8 malpractice insurance and professional licensing fees for retired  
9 dentists participating in the program.

10 (15) \$852,000 of the drinking water assistance account--federal  
11 appropriation is provided solely for an interagency agreement with the  
12 department of community, trade, and economic development to administer,  
13 in cooperation with the public works board, loans to local governments  
14 and public water systems for projects and activities to protect and  
15 improve the state's drinking water facilities and resources.

16 (16) \$3,347,000 of the fiscal year 1998 general fund--state  
17 appropriation and (~~(\$3,347,000)~~) \$2,600,000 of the fiscal year 1999  
18 general fund--state appropriation are provided solely for the AIDS  
19 prescription drug program and HIV intervention program. The department  
20 shall operate the program within total appropriations. The department  
21 shall take such actions as are necessary to control expenditures,  
22 including administrative efficiencies such as reductions to provider  
23 reimbursement rates, modifications to financial eligibility,  
24 modifications to the scope of services, and client cost sharing  
25 mechanisms. The department shall identify program policy changes  
26 required to manage within the amounts provided.

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

30 (18) \$2,075,000 of the fiscal year 1998 general fund--state  
31 appropriation and \$2,075,000 of the fiscal year 1999 general fund--  
32 state appropriation are provided solely for the Washington poison  
33 center.

34 (19) \$650,000 of the death investigations account appropriation is  
35 provided solely for the implementation of state-wide child mortality  
36 reviews. Local health jurisdictions shall coordinate child mortality  
37 reviews for children from birth to eighteen years of age, develop local  
38 child mortality review protocols, and serve as the appointing authority  
39 and lead agency for local child death review teams. The department of

1 health shall develop standard aggregate data elements, collect and  
2 analyze local child mortality review data, provide technical assistance  
3 to local child mortality review teams, and approve local child death  
4 review protocols. If House Bill No. 1269 (death investigations  
5 account) is not enacted by June 30, 1997, the amount provided in this  
6 subsection shall lapse.

7 (20) \$1,125,000 of the fiscal year 1998 general fund--state  
8 appropriation and \$1,125,000 of the fiscal year 1999 general fund--  
9 state appropriation are provided solely for deposit in the county  
10 public health account.

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

18 (22) \$250,000 of the fiscal year 1998 general fund--state  
19 appropriation \$250,000 of the fiscal year 1999 general fund--state  
20 appropriation are provided solely for operation of a naturopathic  
21 health clinic constructed in 1996.

22 (23) \$60,000 of the general fund--state appropriation for fiscal  
23 year 1999 is provided solely for the implementation of Second  
24 Substitute Senate Bill No. 6168 (temporary worker housing). If the  
25 bill is not enacted by June 30, 1998, the amount provided in this  
26 subsection shall lapse.

27 (24) \$250,000 of the general fund--federal appropriation is  
28 provided solely to conduct monitoring for thyroid diseases for eligible  
29 people exposed to radiation from Hanford between 1945 and 1951, and is  
30 contingent upon the execution of an agreement with the state of Oregon  
31 that the state of Washington will function as a subrecipient for the  
32 Hanford medical monitoring program grant. If such an agreement is not  
33 executed by September 30, 1998, the amount provided in this subsection  
34 shall lapse.

35 ~~(25) ((\$730,000 of the health professions account appropriation is~~  
36 ~~provided solely for the purposes of the impaired physician program. If~~  
37 ~~Second Substitute House Bill No. 1618 (impaired physician program) or~~  
38 ~~substantially similar legislation is enacted by June 30, 1998, the~~  
39 ~~amounts provided in this subsection shall lapse.~~

1       ~~(26))~~) \$1,000,000 of the general fund--state appropriation for  
2 fiscal year 1999 is provided solely for the breast and cervical cancer  
3 screening program.

4       (~~(27))~~) (26) Within existing resources, the department shall  
5 maintain funding support for neurodevelopmental centers and in no case  
6 shall that support in fiscal year 1999 be reduced below the total sum  
7 awarded by contract to neurodevelopmental centers in fiscal year 1998.

8       (~~(29))~~) (27) \$300,000 of the general fund--state appropriation is  
9 provided solely for the implementation of a hepatitis A emergency  
10 vaccination program. This entire amount shall be passed through to  
11 county health districts that have employed a public education effort  
12 and have infection rates in excess of 100 per 100,000 population.

13       **Sec. 218.** 1998 c 346 s 220 (uncodified) is amended to read as  
14 follows:

15 **FOR THE DEPARTMENT OF CORRECTIONS**

16       The appropriations to the department of corrections in chapter 454,  
17 Laws of 1997, as amended, shall be expended for the programs and in the  
18 amounts specified therein. However, after April 1, (~~(1998))~~ 1999,  
19 unless specifically prohibited by this act, the department may transfer  
20 general fund--state appropriations for fiscal year (~~(1998))~~ 1999  
21 between the institutional services and community corrections programs  
22 after approval by the director of the office of financial management.  
23 The director of the office of financial management shall notify the  
24 appropriate fiscal committees of the senate and house of  
25 representatives in writing prior to approving any deviations from  
26 appropriation levels.

27       (1) ADMINISTRATION AND PROGRAM SUPPORT

28	General Fund Appropriation (FY 1998) . . . . .	\$	13,926,000
29	General Fund Appropriation (FY 1999) . . . . .	\$	13,910,000
30	Violence Reduction and Drug Enforcement Account		
31	Appropriation . . . . .	\$	500,000
32	TOTAL APPROPRIATION . . . . .	\$	28,336,000

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

35       (a) \$187,000 of the general fund fiscal year 1998 appropriation and  
36 \$155,000 of the general fund fiscal year 1999 appropriation are  
37 provided solely for implementation of Substitute Senate Bill No. 5759

1 (risk classification). If the bill is not enacted by July 1, 1997, the  
2 amounts provided shall lapse.

3 (b) \$500,000 of the violence reduction and drug enforcement account  
4 appropriation is provided solely for a feasibility study regarding the  
5 replacement of the department's offender based tracking system. This  
6 appropriation is conditioned on the department satisfying the  
7 requirements of section 902, chapter 149, Laws of 1997.

8 (2) INSTITUTIONAL SERVICES

9	General Fund--State Appropriation (FY 1998) . . . . .	\$	289,665,000
10	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>((303,830,000))</del>
11			<u>304,972,000</u>
12	General Fund--Federal Appropriation . . . . .	\$	<del>((18,097,000))</del>
13			<u>16,123,000</u>
14	Industrial Insurance Premium Rebate Account		
15	Appropriation . . . . .	\$	673,000
16	Violence Reduction and Drug Enforcement Account		
17	Appropriation . . . . .	\$	1,614,000
18	TOTAL APPROPRIATION . . . . .	\$	<del>((613,879,000))</del>
19			<u>613,047,000</u>

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

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

25 (b) \$3,978,000 of the general fund--state fiscal year 1998  
26 appropriation and \$5,381,000 of the general fund--state fiscal year  
27 1999 appropriation are provided solely for the criminal justice costs  
28 associated with the implementation of Engrossed Third Substitute House  
29 Bill No. 3900 (revising the juvenile code). If Engrossed Third  
30 Substitute House Bill No. 3900 is not enacted by June 30, 1997, the  
31 amounts provided shall lapse.

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

37 (d) \$296,000 of the general fund--state appropriation for fiscal  
38 year 1998 and \$297,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely to increase payment rates for  
2 contracted education providers. It is the legislature's intent that  
3 these amounts shall be used primarily to increase compensation for  
4 persons employed in direct, front-line service delivery.

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

11 (f) \$70,000 of the general fund--state fiscal year 1999  
12 appropriation is provided solely for the implementation of Senate Bill  
13 No. 6139 (amphetamine crimes). If the bill is not enacted by June 30,  
14 1998, the amount provided in this subsection shall lapse.

15 (g) \$36,000 of the general fund--state fiscal year 1999  
16 appropriation is provided solely for the implementation of House Bill  
17 No. 1172 (sex offender registration). If the bill is not enacted by  
18 June 30, 1998, the amount provided in this subsection shall lapse.

19 (h) \$8,000 of the general fund--state fiscal year 1999  
20 appropriation is provided solely for the implementation of House Bill  
21 No. 2628 (methamphetamine manufacture). If the bill is not enacted by  
22 June 30, 1998, the amount provided in this subsection shall lapse.

23 (3) COMMUNITY CORRECTIONS

24	General Fund Appropriation (FY 1998)	. . . . . \$	88,830,000
25	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((90,670,000))</del>
26			<u>89,696,000</u>
27	TOTAL APPROPRIATION	. . . . . \$	<del>((179,500,000))</del>
28			<u>178,526,000</u>

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

31 (a) \$27,000 of the general fund fiscal year 1998 appropriation and  
32 \$185,000 of the general fund fiscal year 1999 appropriation are  
33 provided solely for the criminal justice costs associated with the  
34 implementation of Engrossed Third Substitute House Bill No. 3900  
35 (revising the juvenile code). If Engrossed Third Substitute House Bill  
36 No. 3900 is not enacted by June 30, 1997, the amounts provided shall  
37 lapse.

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

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

13 (d) \$45,000 of the general fund--state fiscal year 1999  
14 appropriation is provided solely for the implementation of Substitute  
15 Senate Bill No. 5760 (mentally ill offenders). If the bill is not  
16 enacted by June 30, 1998, the amount provided in this subsection shall  
17 lapse.

18 (e) \$609,000 of the general fund--state fiscal year 1998  
19 appropriation and \$226,000 of the general fund--state fiscal year 1999  
20 appropriation are provided solely for costs associated with allowing  
21 community corrections officers to carry firearms.

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)	. . . . . \$	6,851,000
5	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((6,538,000))</del>
6			<u>6,788,000</u>
7	TOTAL APPROPRIATION	. . . . . \$	<del>((13,389,000))</del>
8			<u>13,639,000</u>

9 **Sec. 219.** 1998 c 346 s 222 (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	General Fund--State Appropriation (FY 1999)	. . . \$	1,261,000
14	General Fund--Federal Appropriation	. . . . . \$	<del>((198,628,000))</del>
15			<u>178,472,000</u>
16	General Fund--Private/Local Appropriation	. . . . . \$	28,650,000
17	Unemployment Compensation Administration Account--		
18	Federal Appropriation	. . . . . \$	182,312,000
19	Administrative Contingency Account		
20	Appropriation	. . . . . \$	13,527,000
21	Employment Service Administrative Account		
22	Appropriation	. . . . . \$	14,500,000
23	Employment & Training Trust Account		
24	Appropriation	. . . . . \$	600,000
25	TOTAL APPROPRIATION	. . . . . \$	<del>((440,738,000))</del>
26			<u>420,582,000</u>

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

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

34 (2) \$600,000 of the employment and training trust account  
35 appropriation is provided solely for the account's share of  
36 unemployment insurance tax collection costs.



1 (3) \$1,126,000 of the general fund--federal appropriation is  
2 provided solely for the continuation of job placement centers colocated  
3 on community and technical college campuses.

4 (4) The employment security department shall spend no more than  
5 \$25,049,511 of the unemployment compensation administration account--  
6 federal appropriation for the general unemployment insurance  
7 development effort (GUIDE) project, except that the department may  
8 exceed this amount by up to \$2,600,000 to offset the cost associated  
9 with any vendor-caused delay. The additional spending authority is  
10 contingent upon the department fully recovering these moneys from any  
11 project vendors failing to perform in full. Authority to spend the  
12 amount provided by this subsection is conditioned on compliance with  
13 section 902 of this act.

14 (5) \$60,000 of the general fund--state fiscal year 1998  
15 appropriation and \$61,000 of the general fund--state fiscal year 1999  
16 appropriation are provided solely for the King county reemployment  
17 support center.

18 (6) \$1,200,000 of the general fund--state fiscal year 1998  
19 appropriation and \$1,200,000 of the general fund--state fiscal year  
20 1999 appropriation are provided solely for labor market information and  
21 employer outreach activities.

22 (7) \$948,000 of the administrative contingency account  
23 appropriation and \$838,000 of the employment service administrative  
24 account appropriation are provided solely for the department to  
25 evaluate the tax determination system compared to other systems,  
26 improve the disclosure of information on the employer rate notice, and  
27 address deficiencies in the tax information system (TAXIS).

28 (~~(10)~~) (8) \$327,000 of the unemployment compensation  
29 administration account--federal appropriation and \$486,000 of the  
30 employment service administrative account appropriation are provided  
31 solely for the department to replace field office computers that are  
32 not compliant with Year 2000 conversion standards.

33 (End of part)

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

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**Sec. 301.** 1998 c 346 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

General Fund--State Appropriation		
(FY 1998) . . . . .	\$	((26,013,000))
		<u>23,513,000</u>
General Fund--State Appropriation		
(FY 1999) . . . . .	\$	((25,860,000))
		<u>23,348,000</u>
General Fund--Federal Appropriation . . . .	\$	((46,240,000))
		<u>46,229,000</u>
General Fund--Private/Local Appropriation .	\$	1,200,000
Special Grass Seed Burning Research Account		
Appropriation . . . . .	\$	71,000
Reclamation Revolving Account		
Appropriation . . . . .	\$	2,441,000
Flood Control Assistance Account		
Appropriation . . . . .	\$	4,850,000
State Emergency Water Projects Revolving Account		
Appropriation . . . . .	\$	319,000
Waste Reduction/Recycling/Litter Control		
Appropriation . . . . .	\$	10,316,000
State and Local Improvements Revolving Account		
(Waste Facilities) Appropriation . . . .	\$	601,000
State and Local Improvements Revolving Account		
(Water Supply Facilities)		
Appropriation . . . . .	\$	1,366,000
Basic Data Account Appropriation . . . . .	\$	182,000
Vehicle Tire Recycling Account		
Appropriation . . . . .	\$	((357,000))
		<u>401,000</u>
Water Quality Account Appropriation . . . .	\$	2,892,000
Wood Stove Education and Enforcement Account		
Appropriation . . . . .	\$	848,000

1	Worker and Community Right-to-Know Account		
2	Appropriation . . . . .	\$	469,000
3	State Toxics Control Account		
4	Appropriation . . . . .	\$	<del>((53,715,000))</del>
5			<u>53,703,000</u>
6	Local Toxics Control Account		
7	Appropriation . . . . .	\$	4,759,000
8	Water Quality Permit Account		
9	Appropriation . . . . .	\$	20,378,000
10	Underground Storage Tank Account		
11	Appropriation . . . . .	\$	2,638,000
12	Solid Waste Management Account		
13	Appropriation . . . . .	\$	971,000
14	Hazardous Waste Assistance Account		
15	Appropriation . . . . .	\$	3,615,000
16	Air Pollution Control Account		
17	Appropriation . . . . .	\$	16,224,000
18	Oil Spill Administration Account		
19	Appropriation . . . . .	\$	6,998,000
20	Air Operating Permit Account		
21	Appropriation . . . . .	\$	3,808,000
22	Freshwater Aquatic Weeds Account		
23	Appropriation . . . . .	\$	1,829,000
24	Oil Spill Response Account		
25	Appropriation . . . . .	\$	7,078,000
26	Metals Mining Account Appropriation . . . . .	\$	42,000
27	Water Pollution Control Revolving Account--State		
28	Appropriation . . . . .	\$	349,000
29	Water Pollution Control Revolving Account--Federal		
30	Appropriation . . . . .	\$	1,726,000
31	Biosolids Permit Account Appropriation . . . . .	\$	567,000
32	Environmental Excellence Account		
33	Appropriation . . . . .	\$	247,000
34	TOTAL APPROPRIATION . . . . .	\$	<del>((248,969,000))</del>
35			<u>243,978,000</u>

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

38 (1) \$3,211,000 of the general fund--state appropriation for fiscal  
39 year 1998, \$3,211,000 of the general fund--state appropriation for

1 fiscal year 1999, \$394,000 of the general fund--federal appropriation,  
2 \$2,017,000 of the oil spill administration account, \$819,000 of the  
3 state toxics control account appropriation, and \$3,591,000 of the water  
4 quality permit fee account are provided solely for the implementation  
5 of the Puget Sound work plan and agency action items DOE-01, DOE-02,  
6 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09.

7 (2) \$2,000,000 of the state toxics control account appropriation is  
8 provided solely for the following purposes:

9 (a) To conduct remedial actions for sites for which there are no  
10 potentially liable persons, for which potentially liable persons cannot  
11 be found, or for which potentially liable persons are unable to pay for  
12 remedial actions; and

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

16 (c) To conduct remedial actions for sites for which potentially  
17 liable persons have refused to conduct remedial actions required by the  
18 department; and

19 (d) To contract for services as necessary to support remedial  
20 actions.

21 (3) \$200,000 of the general fund--state appropriation for fiscal  
22 year 1998 is provided solely for the implementation of Engrossed  
23 Substitute House Bill No. 1118 (reopening a water rights claim filing  
24 period). If the bill is not enacted by June 30, 1997, the amount  
25 provided in this subsection shall lapse.

26 (4) \$3,600,000 of the general fund--state appropriation for fiscal  
27 year 1998 and \$3,600,000 of the general fund--state appropriation for  
28 fiscal year 1999 are provided solely for the auto emissions inspection  
29 and maintenance program. Expenditures of the amounts provided in this  
30 subsection are contingent upon a like amount being deposited in the  
31 general fund from the auto emission inspection fees in accordance with  
32 RCW 70.120.170(4).

33 (5) \$170,000 of the oil spill administration account appropriation  
34 is provided solely for implementation of the Puget Sound work plan  
35 action item UW-02 through a contract with the University of  
36 Washington's Sea Grant program in order to develop an educational  
37 program that targets small spills from commercial fishing vessels,  
38 ferries, cruise ships, ports, and marinas.

1 (6) The merger of the office of marine safety into the department  
2 of ecology shall be accomplished in a manner that will maintain a  
3 priority focus on oil spill prevention, as well as maintain a strong  
4 oil spill response capability. The merged program shall be established  
5 to provide a high level of visibility and ensure that there shall not  
6 be a diminution of the existing level of effort from the merged  
7 programs.

8 (7) The entire environmental excellence account appropriation is  
9 provided solely for the implementation of Engrossed Second Substitute  
10 House Bill No. 1866 (environmental excellence). If the bill is not  
11 enacted by June 30, 1997, the amount provided in this subsection shall  
12 lapse. In implementing the bill, the department shall organize the  
13 needed expertise to process environmental excellence applications after  
14 an application has been received.

15 (8) \$200,000 of the freshwater aquatic weeds account appropriation  
16 is provided solely to address saltcedar weed problems.

17 (9) \$4,498,000 of the waste reduction, recycling, and litter  
18 control account appropriation is provided for fiscal year 1998 and  
19 \$5,818,000 is provided for fiscal year 1999 to be expended in the  
20 following ratios: Fifty percent for a litter patrol program to employ  
21 youth and correctional work crews to remove litter from places that are  
22 most visible to the public; twenty percent for grants to local  
23 governments for litter cleanup under RCW 70.93.250; and thirty percent  
24 for public education and awareness programs and programs to foster  
25 local waste reduction and recycling efforts. From the amounts provided  
26 in this subsection, the department shall provide \$352,000 through an  
27 interagency agreement to the department of corrections to hire  
28 correctional crews to remove litter in areas that are not accessible to  
29 youth crews.

30 (10) The entire biosolids permit account appropriation is provided  
31 solely for implementation of Engrossed Senate Bill No. 5590 (biosolids  
32 management). If the bill is not enacted by June 30, 1997, the entire  
33 appropriation is null and void.

34 (11) \$29,000 of the general fund--state appropriation for fiscal  
35 year 1998 and \$99,000 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 (12) \$60,000 of the freshwater aquatic weeds account appropriation  
2 is provided solely for a grant to the department of fish and wildlife  
3 to control and eradicate purple loosestrife using the most cost-  
4 effective methods available, including chemical control where  
5 appropriate.

6 (13) \$250,000 of the flood control assistance account appropriation  
7 is provided solely as a reappropriation to complete the Skokomish  
8 valley flood reduction plan. The amount provided in this subsection  
9 shall be reduced by the amount expended from this account for the  
10 Skokomish valley flood reduction plan during the biennium ending June  
11 30, 1997.

12 (14) \$600,000 of the flood control assistance account appropriation  
13 is provided solely to complete flood control projects that were awarded  
14 funds during the 1995-97 biennium. These funds shall be spent only to  
15 complete projects that could not be completed during the 1995-97  
16 biennium due to delays caused by weather or delays in the permitting  
17 process.

18 (15) \$113,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$112,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided solely for implementation of Substitute  
21 Senate Bill No. 5505 (assistance to water applicants). If the bill is  
22 not enacted by June 30, 1997, the amounts provided in this subsection  
23 shall lapse.

24 (16) \$70,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$70,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for implementation of Substitute  
27 Senate Bill No. 5785 (consolidation of groundwater rights). If the  
28 bill is not enacted by June 30, 1997, the amounts provided in this  
29 subsection shall lapse.

30 (17) \$20,000 of the general fund--state appropriation for fiscal  
31 year 1998 and \$20,000 of the general fund--state appropriation for  
32 fiscal year 1999 are provided solely for implementation of Substitute  
33 Senate Bill No. 5276 (water right applications). If the bill is not  
34 enacted by June 30, 1997, the amounts provided in this subsection shall  
35 lapse.

36 (18) \$500,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$500,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely for the continuation of the  
39 southwest Washington coastal erosion study.

1       (~~(21)~~) (19) \$195,000 of the underground storage tank account  
2 appropriation is provided solely for the implementation of Substitute  
3 Senate Bill No. 6130 (underground storage tanks). If the bill is not  
4 enacted by June 30, 1998, the amount provided in this subsection shall  
5 lapse.

6       (~~(22)~~) (20) \$417,000 of the local toxics control account  
7 appropriation is provided solely to implement Substitute Senate Bill  
8 No. 6474 (fertilizer regulation). If the bill is not enacted by June  
9 30, 1998, the amount provided in this subsection shall lapse.

10       (~~(23)~~) (21) Using up to \$19,000 of the special grass seed burning  
11 research account appropriation the department shall provide funding to  
12 Washington State University to conduct a grass burning emissions study.

13       (~~(24)~~) (22) Within the amounts provided in this section, the  
14 department shall conduct a demonstration project on the effectiveness  
15 of the state-registered herbicide "Navigate" for the control of  
16 Eurasian water milfoil in Loon Lake in Stevens county. The department  
17 shall provide a grant to the Stevens county weed board to cover fifty  
18 percent of the cost of application of the herbicide. A local match of  
19 fifty percent of the cost of application of the herbicide is required.  
20 Permits and approvals necessary to implement the demonstration project  
21 may be conditioned by the department to protect public health and the  
22 environment, but approval may not be withheld.

23       (~~(25)~~) (23) Within the amounts provided in this section, the  
24 department shall provide funds to Yakima county superior court for  
25 staff and associated costs to support the Yakima river basin water  
26 rights adjudication.

27       **Sec. 302.** 1998 c 346 s 304 (uncodified) is amended to read as  
28 follows:

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

30	General Fund--State Appropriation (FY 1998) . . . \$	20,489,000
31	General Fund--State Appropriation (FY 1999) . . . \$	<del>((20,595,000))</del>
32		<u>20,573,000</u>
33	General Fund--Federal Appropriation . . . . . \$	3,122,000
34	General Fund--Private/Local Appropriation . . . . \$	59,000
35	Winter Recreation Program Account	
36	Appropriation . . . . . \$	<del>((779,000))</del>
37		<u>759,000</u>
38	Off Road Vehicle Account Appropriation . . . . . \$	251,000

1	Snowmobile Account Appropriation . . . . .	\$	((3,260,000))
2			<u>3,240,000</u>
3	Aquatic Lands Enhancement Account Appropriation .	\$	321,000
4	Public Safety and Education Account		
5	Appropriation . . . . .	\$	48,000
6	Industrial Insurance Premium Refund		
7	Appropriation . . . . .	\$	10,000
8	Waste Reduction/Recycling/Litter Control		
9	Appropriation . . . . .	\$	34,000
10	Water Trail Program Account Appropriation . . . .	\$	14,000
11	Parks Renewal and Stewardship Account		
12	Appropriation . . . . .	\$	((25,894,000))
13			<u>25,863,000</u>
14	TOTAL APPROPRIATION . . . . .	\$	((74,876,000))
15			<u>74,783,000</u>

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

18       (1) \$189,000 of the aquatic lands enhancement account appropriation  
19 is provided solely for the implementation of the Puget Sound work plan  
20 agency action items P&RC-01 and P&RC-03.

21       (2) \$264,000 of the general fund--federal appropriation is provided  
22 for boater programs state-wide and for implementation of the Puget  
23 Sound work plan.

24       (3) \$45,000 of the general fund--state appropriation for fiscal  
25 year 1998 is provided solely for a feasibility study of a  
26 public/private effort to establish a reserve for recreation and  
27 environmental studies in southwest Kitsap county.

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



1 (5) \$48,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$202,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely for development of underwater park  
4 programs and facilities. The department shall work with the underwater  
5 parks program task force to develop specific plans for the use of these  
6 funds.

7 (6) Fees approved by the state parks and recreation commission in  
8 1997 for camping, snow parks, wood debris collection, and Fort Worden  
9 state park are authorized to exceed the fiscal growth factor under RCW  
10 43.135.055.

11 (~~((7) \$20,000 of the winter recreation program account  
12 appropriation and \$20,000 of the snowmobile account appropriation are  
13 provided solely for a grant for the operation of the Northwest  
14 avalanche center.))~~)

15 **Sec. 303.** 1997 c 149 s 305 (uncodified) is amended to read as  
16 follows:

17 **FOR THE ENVIRONMENTAL HEARINGS OFFICE**

18 General Fund Appropriation (FY 1998) . . . . .	\$	780,000
19 General Fund Appropriation (FY 1999) . . . . .	\$	<del>((773,000))</del>
		<u>817,000</u>
21 TOTAL APPROPRIATION . . . . .	\$	<del>((1,553,000))</del>
		<u>1,597,000</u>

23 The appropriations in this section are subject to the following  
24 conditions and limitations: \$4,000 of the general fund appropriation  
25 for fiscal year 1998 and \$4,000 of the general fund appropriation for  
26 fiscal year 1999 are provided solely to implement Substitute Senate  
27 Bill No. 5119 (forest practices appeals board). If this bill is not  
28 enacted by June 30, 1997, \$4,000 of the general fund appropriation for  
29 fiscal year 1998 and \$4,000 of the general fund appropriation for  
30 fiscal year 1999 shall lapse.

31 **Sec. 304.** 1998 c 346 s 307 (uncodified) is amended to read as  
32 follows:

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

34 General Fund--State Appropriation (FY 1998) . . . . .	\$	35,857,000
35 General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>((44,998,000))</del>
		<u>44,902,000</u>
37 General Fund--Federal Appropriation . . . . .	\$	<del>((75,037,000))</del>

1		<u>74,972,000</u>
2	General Fund--Private/Local Appropriation . . . . \$	26,983,000
3	Off Road Vehicle Account Appropriation . . . . \$	488,000
4	Aquatic Lands Enhancement Account	
5	Appropriation . . . . . \$	5,593,000
6	Public Safety and Education Account	
7	Appropriation . . . . . \$	586,000
8	Industrial Insurance Premium Refund	
9	Appropriation . . . . . \$	120,000
10	Recreational Fisheries Enhancement	
11	Appropriation . . . . . \$	((2,387,000))
12		<u>2,787,000</u>
13	Warm Water Game Fish Account Appropriation . . . \$	2,419,000
14	Wildlife Account Appropriation . . . . . \$	((44,122,000))
15		<u>46,158,000</u>
16	Game Special Wildlife Account--State	
17	Appropriation . . . . . \$	1,911,000
18	Game Special Wildlife Account--Federal	
19	Appropriation . . . . . \$	10,844,000
20	Game Special Wildlife Account--Private/Local	
21	Appropriation . . . . . \$	350,000
22	Oil Spill Administration Account Appropriation . \$	843,000
23	Environmental Excellence Account Appropriation . \$	20,000
24	Eastern Washington Pheasant Enhancement Account	
25	Appropriation . . . . . \$	547,000
26	Regional Fisheries Enhancement--Federal	
27	Appropriation . . . . . \$	750,000
28	TOTAL APPROPRIATION . . . . . \$	((253,855,000))
29		<u>256,130,000</u>

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

32 (1) \$1,181,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$1,181,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for the implementation of the  
35 Puget Sound work plan agency action items DFW-01, DFW-03, DFW-04, and  
36 DFW-8 through DFW-15.

37 (2) \$188,000 of the general fund--state appropriation for fiscal  
38 year 1998 and \$155,000 of the general fund--state appropriation for  
39 fiscal year 1999 are provided solely for a maintenance and inspection

1 program for department-owned dams. The department shall submit a  
2 report to the governor and the appropriate legislative committees by  
3 October 1, 1998, on the status of department-owned dams. This report  
4 shall provide a recommendation, including a cost estimate, on whether  
5 each facility should continue to be maintained or should be  
6 decommissioned.

7 (3) \$832,000 of the general fund--state appropriation for fiscal  
8 year 1998 and \$825,000 of the general fund--state appropriation for  
9 fiscal year 1999 are provided solely to implement salmon recovery  
10 activities and other actions required to respond to federal listings of  
11 salmon species under the endangered species act.

12 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the  
13 general fund--state appropriation for fiscal year 1998, and \$73,000 of  
14 the general fund--state appropriation for fiscal year 1999 are provided  
15 solely for control and eradication of class B designate weeds on  
16 department owned and managed lands. The amounts from the general  
17 fund--state appropriations are provided solely for control of spartina.

18 (5) \$140,000 of the wildlife account appropriation is provided  
19 solely for a cooperative effort with the department of agriculture for  
20 research and eradication of purple loosestrife on state lands.

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

26 (7) \$193,000 of the general fund--state appropriation for fiscal  
27 year 1998, \$194,000 of the general fund--state appropriation for fiscal  
28 year 1999, and \$300,000 of the wildlife account appropriation are  
29 provided solely for the design and development of an automated license  
30 system.

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

34 (9) \$500,000 of the general fund--state appropriation for fiscal  
35 year 1998 and \$500,000 of the general fund--state appropriation for  
36 fiscal year 1999 are provided solely to continue the department's  
37 habitat partnerships program during the 1997-99 biennium.

38 (10) \$350,000 of the general fund--state appropriation for fiscal  
39 year 1998 and \$350,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for purchase of monitoring  
2 equipment necessary to fully implement mass marking of coho salmon.

3 (11) \$238,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$219,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the implementation of  
6 Substitute House Bill No. 1985 (landscape management plans). If the  
7 bill is not enacted by June 30, 1997, the amounts provided in this  
8 subsection shall lapse.

9 (12) \$150,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$150,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely for a contract with the United  
12 States department of agriculture to carry out animal damage control  
13 projects throughout the state related to cougars, bears, and coyotes.

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

18 (14) \$170,000 of the general fund--state appropriation for fiscal  
19 year 1998, \$170,000 of the general fund--state appropriation for fiscal  
20 year 1999, and \$360,000 of the wildlife account appropriation are  
21 provided solely to hire additional enforcement officers to address  
22 problem wildlife throughout the state.

23 (15) \$133,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$133,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely to implement Substitute Senate  
26 Bill No. 5442 (flood control permitting). If the bill is not enacted  
27 by June 30, 1997, the amounts provided in this subsection shall lapse.

28 (16) \$100,000 of the aquatic lands enhancement account  
29 appropriation is provided solely for grants to the regional fisheries  
30 enhancement groups.

31 (17) \$547,000 of the eastern Washington pheasant enhancement  
32 account appropriation is provided solely for implementation of  
33 Substitute Senate Bill No. 5104 (pheasant enhancement program). If the  
34 bill is not enacted by June 30, 1997, the amounts provided in this  
35 subsection shall lapse.

36 (18) \$150,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$150,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely to hire Washington conservation  
39 corps crews to maintain department-owned and managed lands.

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

5 (20) \$156,000 of the recreational fisheries enhancement  
6 appropriation is provided solely for Substitute Senate Bill No. 5102  
7 (fishing license surcharge). If the bill is not enacted by June 30,  
8 1997, the amount provided in this subsection shall lapse.

9 (21) \$25,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$25,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely for staffing and operation of the  
12 Tennant Lake interpretive center.

13 (22) It is the intent of the legislature that, within the general  
14 fund--state appropriations provided in this section, the department  
15 shall prioritize its resources to provide expedited assistance to  
16 businesses seeking permitting and technical assistance for rural  
17 economic development projects.

18 (23) \$750,000 of the regional fisheries enhancement--federal  
19 appropriation is provided solely for the regional fisheries enhancement  
20 groups. The amount in this section may be spent for project  
21 identification, design, permitting, and implementation; volunteer  
22 coordination; and administrative costs as approved under RCW 75.50.100  
23 and 75.50.115(1)(d). All amounts not committed to approved project,  
24 volunteer coordination, or administrative costs by May 31, 1998, shall  
25 be made available to any of the regional fisheries enhancement groups  
26 that have submitted project approval requests that exceed their  
27 available funding from the regional fisheries enhancement group account  
28 and the regional fisheries enhancement salmonid recovery account.  
29 Redistribution of the moneys shall be based on the criteria established  
30 in RCW 75.50.115(1)(e), and shall ensure to the greatest extent  
31 possible that the funds are spent during the 1998 in-stream season.

32 (24) \$700,000 of the general fund--state appropriation for fiscal  
33 year 1999 is provided solely for grants to habitat restoration lead  
34 entities formed in accordance with sections 7 through 10 of Engrossed  
35 Substitute House Bill No. 2496 (salmon recovery planning) for  
36 administrative activities and development of habitat-restoration  
37 project lists. If any of these sections of the bill are not enacted  
38 by June 30, 1998, the amounts provided in this subsection shall lapse.  
39 Of this amount, \$100,000 is provided as a grant to the regional

1 committee lead entity for administrative activities in the Snake river  
2 evolutionarily significant unit.

3 (25) \$50,000 of the general fund--state appropriation for fiscal  
4 year 1999 is provided solely for operation of the independent science  
5 panel in accordance with section 6 of Engrossed Substitute House Bill  
6 No. 2496 (salmon recovery planning). If this section of the bill is  
7 not enacted by June 30, 1998, the amount provided in this subsection  
8 shall lapse.

9 (26) \$450,000 of the general fund--state appropriation for fiscal  
10 year 1999 is provided solely for fish passage technical assistance to  
11 local governments, volunteer groups, and regional fisheries enhancement  
12 groups in accordance with Engrossed Substitute House Bill No. 2496  
13 (salmon recovery planning). The department shall also contract with  
14 the department of transportation to train staff at the department of  
15 transportation to become proficient in providing fish passage technical  
16 assistance. If the bill is not enacted by June 30, 1998, the amount  
17 provided in this subsection shall lapse.

18 ~~(27) ((\$250,000 of the general fund--state appropriation for fiscal~~  
19 ~~year 1999 is provided solely for excessive deer and elk damage claims.~~

20 ~~(28))~~ (28) \$393,000 of the general fund--state appropriation for fiscal  
21 year 1999 is provided solely for the implementation of Substitute  
22 Senate Bill No. 6324 (fish remote site incubators). If the bill is not  
23 enacted by June 30, 1998, the amount provided in this subsection shall  
24 lapse.

25 ~~((29))~~ (28) \$1,000,000 of the general fund--state appropriation  
26 for fiscal year 1999, \$400,000 of the general fund--federal  
27 appropriation, and \$225,000 of the general fund--local appropriation  
28 are provided solely to contract for the mass marking of all appropriate  
29 state-wide department chinook salmon hatchery production in accordance  
30 with Second Substitute Senate Bill No. 6264 (chinook salmon mass  
31 marking). If the bill is not enacted by June 30, 1998, the amount  
32 provided in this subsection shall lapse.

33 ~~((30))~~ (29) \$3,500,000 of the general fund--state appropriation  
34 for fiscal year 1999 is provided solely for salmon restoration projects  
35 funded according to sections 7 through 10 of Second Substitute House  
36 Bill No. 2496 (salmon recovery planning). Of this amount, \$500,000 is  
37 provided solely for a block grant to the conservation districts located  
38 in the Snake river evolutionarily significant unit for habitat  
39 restoration projects. If any of these sections of the bill are not

1 enacted by June 30, 1998, the amounts provided in this subsection shall  
2 lapse.

3 ~~((31))~~ (30) \$1,170,000 of the general fund--state appropriation  
4 for fiscal year 1999 and \$3,500,000 of the general fund--federal  
5 appropriation are provided solely to implement a license buy-back  
6 program for commercial fishing licenses.

7 ~~((32))~~ (31) \$5,000 of the general fund--state appropriation for  
8 fiscal year 1998 and \$40,000 of the general fund--state appropriation  
9 for fiscal year 1999 are provided solely for implementation of  
10 Substitute Senate Bill No. 6114 (nonindigenous aquatic species). If  
11 the bill is not enacted by June 30, 1998, the amount provided in this  
12 subsection shall lapse.

13 ~~((33)---\$1,000,000))~~ (32) \$500,000 of the general fund--state  
14 appropriation for fiscal year 1999 is provided solely for purchasing  
15 computer equipment to support implementation of Second Substitute  
16 Senate Bill No. 6330 (fish and wildlife licenses). If the bill is not  
17 enacted by June 30, 1998, the amount provided in this subsection shall  
18 lapse.

19 (33) \$500,000 of the general fund--state appropriation for fiscal  
20 year 1999 is provided to improve information systems capabilities as  
21 identified in the independent business practices assessment completed  
22 in November 1998.

23 (34) \$39,000 of the general fund--state appropriation for fiscal  
24 year 1999 is provided solely for improvements to business practices  
25 within the agency.

26 **Sec. 305.** 1998 c 346 s 308 (uncodified) is amended to read as  
27 follows:

28 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

29	General Fund--State Appropriation (FY 1998) . . . \$	23,767,000
30	General Fund--State Appropriation (FY 1999) . . . \$	<del>((24,410,000))</del>
31		<u>32,080,000</u>
32	General Fund--Federal Appropriation . . . . . \$	<del>((1,156,000))</del>
33		<u>1,244,000</u>
34	General Fund--Private/Local Appropriation . . . . \$	422,000
35	Forest Development Account Appropriation . . . . \$	<del>((49,963,000))</del>
36		<u>49,895,000</u>
37	Off Road Vehicle Account Appropriation . . . . . \$	3,628,000
38	Surveys and Maps Account Appropriation . . . . . \$	2,088,000

1	Aquatic Lands Enhancement Account	
2	Appropriation . . . . .	\$ 4,869,000
3	Resource Management Cost Account	
4	Appropriation . . . . .	\$ ((89,769,000))
5		<u>89,667,000</u>
6	Waste Reduction/Recycling/Litter Control	
7	Appropriation . . . . .	\$ 450,000
8	Surface Mining Reclamation Account	
9	Appropriation . . . . .	\$ 1,420,000
10	Aquatic Land Dredged Material Disposal Site Account	
11	Appropriation . . . . .	\$ 751,000
12	Natural Resources Conservation Areas Stewardship	
13	Account Appropriation . . . . .	\$ 77,000
14	Air Pollution Control Account Appropriation . . .	\$ 890,000
15	Metals Mining Account Appropriation . . . . .	\$ 62,000
16	TOTAL APPROPRIATION . . . . .	\$ ((204,472,000))
17		<u>211,310,000</u>

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

20       (1) \$7,017,000 of the general fund--state appropriation for fiscal  
21 year 1998 and ((~~\$6,900,000~~)) \$13,290,000 of the general fund--state  
22 appropriation for fiscal year 1999 are provided solely for emergency  
23 fire suppression.

24       (2) \$18,000 of the general fund--state appropriation for fiscal  
25 year 1998, \$18,000 of the general fund--state appropriation for fiscal  
26 year 1999, and \$957,000 of the aquatic lands enhancement account  
27 appropriation are provided solely for the implementation of the Puget  
28 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

29       (3) \$300,000 of the general fund--state appropriation for fiscal  
30 year 1999 is provided solely for design and implementation of revisions  
31 to the department's geographic information system hydrography and  
32 transportation data layers.

33       (4) \$450,000 of the resource management cost account appropriation  
34 is provided solely for the control and eradication of class B designate  
35 weeds on state lands. The department shall use the most cost-effective  
36 methods available, including chemical control where appropriate, and  
37 report to the appropriate committees of the legislature by January 1,  
38 1998, on control methods, costs, and acres treated during the previous  
39 year.



1       (~~(4)~~) (5) \$1,332,000 of the general fund--state appropriation for  
2 fiscal year 1998 and \$1,713,000 of the general fund--state  
3 appropriation for fiscal year 1999 are provided solely for fire  
4 protection activities.

5       (~~(5)~~) (6) \$541,000 of the general fund--state appropriation for  
6 fiscal year 1998 and \$549,000 of the general fund--state appropriation  
7 for fiscal year 1999 are provided solely for the stewardship of natural  
8 area preserves, natural resource conservation areas, and the operation  
9 of the natural heritage program.

10       (~~(6)~~) (7) \$2,300,000 of the aquatic lands enhancement account  
11 appropriation is provided for the department's portion of the Eagle  
12 Harbor settlement.

13       (~~(7)~~) (8) \$195,000 of the general fund--state appropriation for  
14 fiscal year 1998 and \$220,000 of the general fund--state appropriation  
15 for fiscal year 1999 are provided solely for the implementation of  
16 Substitute House Bill No. 1985 (landscape management plans). If the  
17 bill is not enacted by June 30, 1997, the amounts provided in this  
18 subsection shall lapse.

19       (~~(8)~~) (9) \$600,000 of the general fund--state appropriation for  
20 fiscal year 1998 and \$600,000 of the general fund--state appropriation  
21 for fiscal year 1999 are provided solely for the cooperative  
22 monitoring, evaluation, and research projects related to implementation  
23 of the timber-fish-wildlife agreement.

24       (~~(9)~~) (10) \$6,568,000 of the forest development account  
25 appropriation is provided solely for silviculture activities on forest  
26 board lands. To the extent that forest board counties apply for  
27 reconveyance of lands pursuant to Substitute Senate Bill No. 5325  
28 (county land transfers), the amount provided in this subsection shall  
29 be reduced by an amount equal to the estimated silvicultural  
30 expenditures planned in each county that applies for reconveyance.

31       (~~(12)~~) (11) \$71,000 of the resource management cost account  
32 appropriation is provided solely for a study of the current method for  
33 determining water-dependent rents in accordance with Second Substitute  
34 Senate Bill No. 6156 (state aquatic lands leases). If the bill is not  
35 enacted by June 30, 1998, the amount provided in this subsection shall  
36 lapse.

37       (~~(13)~~) (12) \$117,000 of the general fund--state appropriation for  
38 fiscal year 1999 is provided solely for a geographic information

1 systems inventory of Washington sand, gravel, and construction rock  
2 resources.

3 ~~((14))~~ (13) \$50,000 of the resource management cost account  
4 appropriation is provided solely for a field study of biological  
5 control methods for eradication of spartina.

6 ~~((15))~~ (14) \$50,000 of the general fund--state appropriation for  
7 fiscal year 1999 is provided solely for a study of potential finfish  
8 net-pen aquaculture sites in the Strait of Juan de Fuca and along the  
9 Pacific coast.

10 (15) \$1,100,000 of the general fund--state appropriation for fiscal  
11 year 1999 is appropriated to the natural resources conservation areas  
12 stewardship account and is provided solely to match \$500,000 in private  
13 funding for management of natural area preserves and natural resources  
14 conservation areas. If the department has not entered into a  
15 memorandum of understanding with the grantor regarding the use of the  
16 \$500,000 by June 30, 1999, the amount provided in this subsection shall  
17 lapse.

18 (End of part)

**PART IV**  
**TRANSPORTATION**

**Sec. 401.** 1998 c 346 s 401 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF LICENSING**

General Fund Appropriation (FY 1998) . . . . .	\$	4,686,000
General Fund Appropriation (FY 1999) . . . . .	\$	<del>((4,717,000))</del>
		<u>4,912,000</u>
Architects' License Account Appropriation . . . . .	\$	829,000
Cemetery Account Appropriation . . . . .	\$	197,000
Professional Engineers' Account Appropriation . . . . .	\$	<del>((2,700,000))</del>
		<u>2,699,000</u>
Real Estate Commission Account Appropriation . . . . .	\$	<del>((7,062,000))</del>
		<u>7,060,000</u>
Master License Account Appropriation . . . . .	\$	<del>((6,963,000))</del>
		<u>6,961,000</u>
Uniform Commercial Code Account Appropriation . . . . .	\$	<del>((3,521,000))</del>
		<u>3,520,000</u>
Real Estate Education Account Appropriation . . . . .	\$	606,000
Funeral Directors And Embalmers Account Appropriation . . . . .	\$	418,000
TOTAL APPROPRIATION . . . . .	\$	<del>((31,699,000))</del>
		<u>31,888,000</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 outfitters). If the bill is not enacted by June 30, 1997, the amount provided in this subsection shall lapse.

(3) \$229,000 of the general fund fiscal year 1998 appropriation and \$195,000 of the general fund fiscal year 1999 appropriation are

1 provided solely for the implementation of Senate Bill No. 5997  
2 (cosmetology inspections). If the bill is not enacted by June 30,  
3 1997, the amount provided in this subsection shall lapse.

4 (4) \$31,000 of the general fund fiscal year 1998 appropriation,  
5 \$1,000 of the general fund fiscal 1999 appropriation, \$7,000 of the  
6 architects' license account appropriation, \$18,000 of the professional  
7 engineers' account appropriation, \$14,000 of the real estate commission  
8 account appropriation, \$40,000 of the master license account  
9 appropriation, and \$3,000 of the funeral directors and embalmers  
10 account appropriation are provided solely for the implementation of  
11 Engrossed House Bill No. 3901 (implementing welfare reform). If the  
12 bill is not enacted by June 30, 1997, the amounts provided in this  
13 subsection shall lapse.

14 (5) \$17,000 of the professional engineers' account appropriation is  
15 provided solely to implement Senate Bill No. 5266 (engineers/land  
16 surveyors). If the bill is not enacted by June 30, 1997, the amount  
17 provided in this subsection shall lapse.

18 (6) \$110,000 of the general fund fiscal year 1998 appropriation is  
19 provided solely to implement Senate Bill No. 5998 (cosmetology advisory  
20 board). If the bill is not enacted by June 30, 1997, the amount  
21 provided in this subsection shall lapse.

22 (7) \$11,000 of the general fund fiscal year 1998 appropriation and  
23 \$2,000 of the general fund fiscal year 1999 appropriation are provided  
24 solely to implement Substitute House Bill No. 1748 or Substitute Senate  
25 Bill No. 5513 (vessel registration). If neither bill is enacted by  
26 June 30, 1997, the amount provided in this subsection shall lapse.

27 (8)(a) Pursuant to RCW 43.135.055, during the 1997-99 fiscal  
28 biennium, the department may increase fees in excess of the fiscal  
29 growth factor in the appraisers and camp resorts programs; however,  
30 such increases shall not exceed an annual increase of eight percent.

31 (b) Pursuant to RCW 43.135.055, during the 1997-99 fiscal biennium,  
32 the department may increase fees in excess of the fiscal growth factor  
33 in the professional athletics, employment agencies, and security guards  
34 programs to the extent necessary to defray the costs of the  
35 administration of these programs as set forth in RCW 43.24.086.

36 (c) Before raising fees in excess of the fiscal growth factor  
37 pursuant to this subsection, the department shall notify the chairs and  
38 ranking minority members of the appropriate fiscal committees of the  
39 legislature.

1 (9) Within the amounts provided in this section, the department  
2 shall provide information detailing each specific component of the  
3 overhead costs allocated to each program within the business and  
4 professions division. The department shall establish procedures to  
5 allow each program within the business and professions division to  
6 review and modify its business processes in order to reduce  
7 administrative costs. The department of licensing shall provide a  
8 report to the fiscal committees of the legislature by October 1, 1998,  
9 detailing the specific procedures established pursuant to the  
10 requirements of this subsection.

11 (10) \$110,000 of the general fund fiscal year 1999 appropriation is  
12 provided solely for the implementation of the Substitute Senate Bill  
13 No. 6507 (cosmetology advisory board). If the bill is not enacted by  
14 June 30, 1998, the amount provided in this subsection shall lapse.

15 (11) \$75,000 of the general fund fiscal year 1999 appropriation is  
16 provided solely for costs associated with fully implementing chapter  
17 178, Laws of 1997 (cosmetology inspections).

18 (12) \$200,000 of the general fund fiscal year 1999 appropriation is  
19 provided solely for deposit in the impaired driving safety account.

20 **Sec. 402.** 1998 c 346 s 402 (uncodified) is amended to read as  
21 follows:

22 **FOR THE STATE PATROL**

23	General Fund--State Appropriation (FY 1998) . . . \$	8,312,000
24	General Fund--State Appropriation (FY 1999) . . . \$	((21,791,000))
25		<u>21,855,000</u>
26	General Fund--Federal Appropriation . . . . . \$	5,784,000
27	General Fund--Private/Local Appropriation . . . . . \$	341,000
28	Public Safety and Education Account	
29	Appropriation . . . . . \$	4,483,000
30	County Criminal Justice Assistance Account	
31	Appropriation . . . . . \$	3,905,000
32	Municipal Criminal Justice Assistance Account	
33	Appropriation . . . . . \$	1,573,000
34	Fire Service Trust Account Appropriation . . . . . \$	92,000
35	Fire Service Training Account Appropriation . . . . . \$	2,295,000
36	State Toxics Control Account Appropriation . . . . . \$	439,000
37	Violence Reduction and Drug Enforcement Account	
38	Appropriation . . . . . \$	570,000

1	Fingerprint Identification Account	
2	Appropriation . . . . .	\$                  3,220,000
3	TOTAL APPROPRIATION . . . . .	\$          ((52,805,000))
4		<u>52,869,000</u>

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

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

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

30       (3) Pursuant to chapter 43.135 RCW, during the 1997-99 fiscal  
31 biennium, the Washington state patrol is authorized to raise existing  
32 fees charged for background fingerprint checks on current and potential  
33 school district and educational service district employees by six  
34 dollars.

35       (4) \$166,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$499,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided solely as state matching funds required  
38 to complete changes to the WACIC and WASIS systems.

1           (5) To address year 2000 concerns about the automated fingerprint  
2 identification system (AFIS), the Washington state patrol may contract  
3 with an intergovernmental consortium for the use of a year 2000  
4 compatible AFIS system. Under this approach, the state patrol would  
5 begin paying a monthly usage fee starting in fiscal year 2000.

6           (6) \$58,000 of the general fund--state appropriation for fiscal  
7 year 1999 is provided solely to implement House Bill No. 1172 (sex  
8 offender registration). If the bill is not enacted by June 30, 1998,  
9 the amount provided in this subsection shall lapse.

10

(End of part)

**PART V**  
**EDUCATION**

**Sec. 501.** 1998 c 346 s 502 (uncodified) is amended to read as follows:

<b>FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STATE ADMINISTRATION</b>	
General Fund--State Appropriation (FY 1998) . . . \$	20,423,000
General Fund--State Appropriation (FY 1999) . . . \$	<del>((58,171,000))</del>
	<u>58,323,000</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
TOTAL APPROPRIATION . . . . . \$	<del>((173,615,000))</del>
	<u>173,767,000</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 superintendent, in cooperation with the commission on student learning, shall develop a state student record system including elements



1 reflecting student achievement. The system shall be made available to  
2 the office of financial management and the legislature with suitable  
3 safeguards of student confidentiality. The superintendent shall report  
4 to the office of financial management and the legislative fiscal  
5 committees by December 1 of each year of the biennium on the progress  
6 and plans for the expenditure of these amounts.

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

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

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

27 (e) The superintendent shall conduct a study and make  
28 recommendations to the 1999 legislature regarding a definition of and  
29 standards for skills centers. The standards shall be related to the  
30 cost differential of skills centers as compared to secondary vocational  
31 education allocations provided in the appropriations act and other  
32 relevant factors. The study shall also address proposals for new  
33 skills centers known as of August 31, 1998, and compare and analyze,  
34 insofar as possible, the proposals with the recommended standards. The  
35 study shall be submitted to the governor and the appropriate committees  
36 of the legislature by November 25, 1998.

37 (f) The superintendent shall prepare a study which compares the  
38 state's administrative and statutory requirements to provide special  
39 education with the requirements of federal law. A preliminary report

1 shall be provided to the policy and fiscal committees of the  
2 legislature by October 15, 1998, and a final report shall be provided  
3 by December 15, 1998.

4 (2) STATE-WIDE PROGRAMS

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

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

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

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

19 (e) \$2,148,000 of the general fund--state fiscal year 1998  
20 appropriation and \$2,151,000 of the general fund--state fiscal year  
21 1999 appropriation are provided solely for implementation of reading  
22 initiatives to improve reading in early grades as enacted by the 1997  
23 legislature. Of this amount, \$4,300,000 is provided solely to  
24 implement Engrossed Substitute House Bill No. 2042. Funds shall be  
25 used solely for the selection and purchase of the second grade reading  
26 tests in accordance with section 2 of the bill, scoring costs  
27 associated with the administration of the tests in the 1998-99 school  
28 year in accordance with section 5 of the bill, and grants to school  
29 districts in accordance with sections 4 and 7 of the bill.

30 (f) \$3,672,000 of the violence reduction and drug enforcement  
31 account appropriation and \$2,250,000 of the public safety education  
32 account appropriation are provided solely for matching grants to  
33 enhance security in schools. Not more than seventy-five percent of a  
34 district's total expenditures for school security in any school year  
35 may be paid from a grant under this subsection. The grants shall be  
36 expended solely for the costs of employing or contracting for building  
37 security monitors in schools during school hours and school events. Of  
38 the amount provided in this subsection, at least \$2,850,000 shall be  
39 spent for grants to districts that, during the 1988-89 school year,

1 employed or contracted for security monitors in schools during school  
2 hours. However, these grants may be used only for increases in school  
3 district expenditures for school security over expenditure levels for  
4 the 1988-89 school year.

5 (g) \$200,000 of the general fund--state appropriation for fiscal  
6 year 1998, \$200,000 of the general fund--state appropriation for fiscal  
7 year 1999, and \$400,000 of the general fund--federal appropriation  
8 transferred from the department of health are provided solely for a  
9 program that provides grants to school districts for media campaigns  
10 promoting sexual abstinence and addressing the importance of delaying  
11 sexual activity, pregnancy, and childbearing until individuals are  
12 ready to nurture and support their children. Grants to the school  
13 districts shall be for projects that are substantially designed and  
14 produced by students. The grants shall require a local private sector  
15 match equal to one-half of the state grant, which may include in-kind  
16 contribution of technical or other assistance from consultants or firms  
17 involved in public relations, advertising broadcasting, and graphics or  
18 video production or other related fields.

19 (h) \$1,500,000 of the general fund--state appropriation for fiscal  
20 year 1998 and \$1,500,000 of the general fund--state appropriation for  
21 fiscal year 1999 are provided solely for school district petitions to  
22 juvenile court for truant students as provided in RCW 28A.225.030 and  
23 28A.225.035. Allocation of this money to school districts shall be  
24 based on the number of petitions filed.

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

27 (j)(i) \$19,656,000 of the education savings account appropriation  
28 for fiscal year 1998 and \$19,656,000 of the education savings account  
29 appropriation for fiscal year 1999 are provided solely for matching  
30 grants and related state activities to provide school district  
31 consortia with programs utilizing technology to improve learning. A  
32 maximum of \$150,000 each fiscal year of this amount is provided for  
33 administrative support and oversight of the K-20 network by the  
34 superintendent of public instruction. The superintendent of public  
35 instruction shall convene a technology grants committee representing  
36 private sector technology, school districts, and educational service  
37 districts to recommend to the superintendent grant proposals that have  
38 the best plans for improving student learning through innovative  
39 curriculum using technology as a learning tool and evaluating the

1 effectiveness of the curriculum innovations. After considering the  
2 technology grants committee recommendations, the superintendent shall  
3 make matching grant awards, including granting at least fifteen percent  
4 of funds on the basis of criteria in (ii)(A) through (C) of this  
5 subsection (2)(j).

6 (ii) Priority for award of funds will be to (A) school districts  
7 most in need of assistance due to financial limits, (B) school  
8 districts least prepared to take advantage of technology as a means of  
9 improving student learning, and (C) school districts in economically  
10 distressed areas. The superintendent of public instruction, in  
11 consultation with the technology grants committee, shall propose  
12 options to the committee for identifying and prioritizing districts  
13 according to criteria in (i) and (ii) of this subsection (2)(j).

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

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

35 (l) (~~(\$19,797,000)~~) \$19,702,000 of the general fund--state  
36 appropriation for fiscal year 1999 is provided solely for the purchase  
37 of classroom instructional materials and supplies. The superintendent  
38 shall allocate the funds at a maximum rate of \$20.82 per full-time  
39 equivalent student, beginning September 1, 1998, and ending June 30,

1 1999. The expenditure of the funds shall be determined at each school  
2 site by the individual teacher. School districts shall distribute all  
3 funds received to school buildings without deduction.

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

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

12 (o) \$25,000 of the general fund--state appropriation for fiscal  
13 year 1998 and \$25,000 of the general fund--state appropriation for  
14 fiscal year 1999 are provided solely for allocation to the primary  
15 coordinators of the state geographic alliance to improve the teaching  
16 of geography in schools.

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

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

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

3 (iii) Students who have left school; and

4 (iv) Students involved with the court system.

5 The office of the superintendent of public instruction shall  
6 prepare a report describing student recruitment, program offerings,  
7 staffing practices, and available indicators of program effectiveness  
8 of alternative education programs funded with state and, to the extent  
9 information is available, local funds. The report shall contain a plan  
10 for conducting an evaluation of the educational effectiveness of  
11 alternative education programs.

12 (q) \$1,600,000 of the general fund--state appropriation is provided  
13 for grants for magnet schools to be distributed as recommended by the  
14 superintendent of public instruction pursuant to chapter 232, section  
15 516(13), Laws of 1992.

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

20 (s) \$17,000,000 of the general fund--state appropriation for fiscal  
21 year 1999 is provided solely to implement Engrossed Second Substitute  
22 Senate Bill No. 6509 (successful readers act). Of this amount,  
23 \$9,000,000 is provided solely for beginning reading instructional  
24 programs pursuant to section 2(1) of the bill and \$8,000,000 is  
25 provided solely for volunteer tutor and mentor programs pursuant to  
26 section 2(2) of the bill. The superintendent shall notify districts of  
27 the availability of the funds by April 15th, 1998, and shall include in  
28 the notification limitations on rates for stipends and other cost  
29 factors. Stipends authorized under section 2(5) of the bill shall not  
30 exceed five days per program at a rate not to exceed \$222 per five-hour  
31 day, including fringe benefits. The superintendent shall establish  
32 allocation guidelines for other cost factors associated with providing  
33 the programs. If the bill is not enacted by June 30, 1998, the amounts  
34 provided in this subsection shall lapse.

35 (t) \$15,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$100,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided solely for a study and recommendations  
38 related to education of offenders prosecuted as adults in accordance  
39 with Engrossed Substitute Senate Bill No. 6600 (correctional facilities

1 education program). If the bill is not enacted by June 30, 1998, the  
2 amount provided in this subsection shall lapse.

3 (u) \$375,000 of the general fund--state appropriation for fiscal  
4 year 1999 is provided solely for increased costs of providing a norm-  
5 referenced test to all third grade students and retests of certain  
6 third grade students and other costs in accordance with Second  
7 Substitute House Bill No. 2849 (student achievement). If the bill is  
8 not enacted by June 30, 1998, the amount provided in this subsection  
9 shall lapse.

10 (v) \$50,000 of the general fund--state appropriation for fiscal  
11 year 1999 is provided solely for development and operation of a skills  
12 center in Port Angeles, contingent on meeting the standard for  
13 qualifying for skills center funding as developed by the superintendent  
14 of public instruction in subsection (1)(e) of this section.

15 (w) \$400,000 of the fiscal year 1999 general fund--state  
16 appropriation is provided solely for matching funds to improve the  
17 fiscal and student data capabilities of the Washington school  
18 information processing cooperative. The funds shall be allocated only  
19 if at least 267 school districts remain members of the cooperative for  
20 the 1998-99 school year.

21 (x) \$120,000 of the general fund--state appropriation for fiscal  
22 year 1999 is provided solely for allocation to the Olympia school  
23 district for operation of the legislative page school. \$46,000 of this  
24 amount may be expended only if the Olympia school district is not  
25 permitted to report the page school enrollment for apportionment  
26 purposes for the 1997-98 school year. The remainder of this amount is  
27 for operation of the page school in the 1998-99 school year and shall  
28 be based on the state average basic education apportionment amount per  
29 student multiplied by the number of full-time equivalent students.

30 **Sec. 502.** 1998 c 346 s 503 (uncodified) is amended to read as  
31 follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL APPORTIONMENT**  
33 **(BASIC EDUCATION)**

34	General Fund Appropriation (FY 1998)	. . . . .	\$	3,405,645,000
35	General Fund Appropriation (FY 1999)	. . . . .	\$	((3,473,603,000))
36				<u>3,449,571,000</u>
37	TOTAL APPROPRIATION	. . . . .	\$	((6,879,248,000))
38				<u>6,855,216,000</u>

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

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

5 (2) Allocations for certificated staff salaries for the 1997-98 and  
6 1998-99 school years shall be determined using formula-generated staff  
7 units calculated pursuant to this subsection. Staff allocations for  
8 small school enrollments in (d) through (f) of this subsection shall be  
9 reduced for vocational full-time equivalent enrollments. Staff  
10 allocations for small school enrollments in grades K-6 shall be the  
11 greater of that generated under (a) of this subsection, or under (d)  
12 and (e) of this subsection. Certificated staffing allocations shall be  
13 as follows:

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

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

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

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

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

35 (B) Districts at or above 51.0 certificated instructional staff per  
36 one thousand full-time equivalent students in grades K-3 may dedicate  
37 up to 1.3 of the 54.3 funding ratio to employ additional classified  
38 instructional assistants assigned to basic education classrooms in  
39 grades K-3. For purposes of documenting a district's staff ratio under



1 this section, funds used by the district to employ additional  
2 classified instructional assistants shall be converted to a  
3 certificated staff equivalent and added to the district's actual  
4 certificated instructional staff ratio. Additional classified  
5 instructional assistants, for the purposes of this subsection, shall be  
6 determined using the 1989-90 school year as the base year;

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

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

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

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

28 (i) Vocational education programs approved by the superintendent of  
29 public instruction, a maximum of 0.92 certificated instructional staff  
30 units and 0.08 certificated administrative staff units for each 18.3  
31 full-time equivalent vocational students for the 1997-98 school year  
32 and for each 19.5 full-time equivalent vocational students in the 1998-  
33 99 school year. Beginning with the 1998-99 school year, districts  
34 documenting staffing ratios of less than 1 certificated staff per 19.5  
35 students shall be allocated the greater of the total ratio in  
36 subsections (2)(a)(i) and (iv) of this section or the actual documented  
37 ratio;

38 (ii) Skills center programs approved by the superintendent of  
39 public instruction for skills centers approved prior to September 1,

1 1997, 0.92 certificated instructional staff units and 0.08 certificated  
2 administrative units for each 16.67 full-time equivalent vocational  
3 students;

4 (iii) Indirect cost charges, as defined by the superintendent of  
5 public instruction, to vocational-secondary programs shall not exceed  
6 10 percent; and

7 (iv) Vocational full-time equivalent enrollment shall be reported  
8 on the same monthly basis as the enrollment for students eligible for  
9 basic support, and payments shall be adjusted for reported vocational  
10 enrollments on the same monthly basis as those adjustments for  
11 enrollment for students eligible for basic support.

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

18 (i) For those enrolling no students in grades 7 and 8, 1.76  
19 certificated instructional staff units and 0.24 certificated  
20 administrative staff units for enrollment of not more than five  
21 students, plus one-twentieth of a certificated instructional staff unit  
22 for each additional student enrolled; and

23 (ii) For those enrolling students in grades 7 or 8, 1.68  
24 certificated instructional staff units and 0.32 certificated  
25 administrative staff units for enrollment of not more than five  
26 students, plus one-tenth of a certificated instructional staff unit for  
27 each additional student enrolled;

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

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

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

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

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

10 (ii) For all other small high schools under this subsection, nine  
11 certificated instructional staff units and one-half of a certificated  
12 administrative staff unit for the first sixty average annual full time  
13 equivalent students, and additional staff units based on a ratio of  
14 0.8732 certificated instructional staff units and 0.1268 certificated  
15 administrative staff units per each additional forty-three and one-half  
16 average annual full time equivalent students.

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

21 (g) For each nonhigh school district having an enrollment of more  
22 than seventy annual average full-time equivalent students and less than  
23 one hundred eighty students, operating a grades K-8 program or a grades  
24 1-8 program, an additional one-half of a certificated instructional  
25 staff unit; and

26 (h) For each nonhigh school district having an enrollment of more  
27 than fifty annual average full-time equivalent students and less than  
28 one hundred eighty students, operating a grades K-6 program or a grades  
29 1-6 program, an additional one-half of a certificated instructional  
30 staff unit.

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

34 (a) For enrollments generating certificated staff unit allocations  
35 under subsection (2)(d) through (h) of this section, one classified  
36 staff unit for each three certificated staff units allocated under such  
37 subsections;

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

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

8 (4) Fringe benefit allocations shall be calculated at a rate of  
9 20.22 percent in the 1997-98 and 1998-99 school years for certificated  
10 salary allocations provided under subsection (2) of this section, and  
11 a rate of 18.65 percent in the 1997-98 and 1998-99 school years for  
12 classified salary allocations provided under subsection (3) of this  
13 section.

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

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

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

25 (6)(a) For nonemployee-related costs associated with each  
26 certificated staff unit allocated under subsection (2)(a), (b), and (d)  
27 through (h) of this section, there shall be provided a maximum of  
28 \$7,950 per certificated staff unit in the 1997-98 school year and a  
29 maximum of \$8,053 per certificated staff unit in the 1998-99 school  
30 year.

31 (b) For nonemployee-related costs associated with each vocational  
32 certificated staff unit allocated under subsection (2)(c)(i) of this  
33 section, there shall be provided a maximum of \$15,147 per certificated  
34 staff unit in the 1997-98 school year and a maximum of \$19,775 per  
35 certificated staff unit in the 1998-99 school year.

36 (c) For nonemployee-related costs associated with each vocational  
37 certificated staff unit allocated under subsection (2)(c)(ii) of this  
38 section, there shall be provided a maximum of \$15,147 per certificated

1 staff unit in the 1997-98 school year and a maximum of \$15,344 per  
2 certificated staff unit in the 1998-99 school year.

3 (7) Allocations for substitute costs for classroom teachers shall  
4 be distributed at a maintenance rate of \$354.64 per allocated classroom  
5 teachers exclusive of salary increase amounts provided in section 504  
6 of this act. Solely for the purposes of this subsection, allocated  
7 classroom teachers shall be equal to the number of certificated  
8 instructional staff units allocated under subsection (2) of this  
9 section, multiplied by the ratio between the number of actual basic  
10 education certificated teachers and the number of actual basic  
11 education certificated instructional staff reported state-wide for the  
12 1996-97 school year.

13 (8) Any school district board of directors may petition the  
14 superintendent of public instruction by submission of a resolution  
15 adopted in a public meeting to reduce or delay any portion of its basic  
16 education allocation for any school year. The superintendent of public  
17 instruction shall approve such reduction or delay if it does not impair  
18 the district's financial condition. Any delay shall not be for more  
19 than two school years. Any reduction or delay shall have no impact on  
20 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
21 pursuant to chapter 28A.500 RCW.

22 (9) The superintendent may distribute a maximum of \$6,114,000  
23 outside the basic education formula during fiscal years 1998 and 1999  
24 as follows:

25 (a) For fire protection for school districts located in a fire  
26 protection district as now or hereafter established pursuant to chapter  
27 52.04 RCW, a maximum of \$447,000 may be expended in fiscal year 1998  
28 and a maximum of \$453,000 may be expended in fiscal year 1999;

29 (b) For summer vocational programs at skills centers, a maximum of  
30 \$1,948,000 may be expended each fiscal year;

31 (c) A maximum of \$318,000 may be expended for school district  
32 emergencies; and

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

1 (10) For the purposes of RCW 84.52.0531, the increase per full-time  
2 equivalent student in state basic education appropriations provided  
3 under this act, including appropriations for salary and benefits  
4 increases, is 2.5 percent from the 1996-97 school year to the 1997-98  
5 school year, and 1.1 percent from the 1997-98 school year to the  
6 1998-99 school year.

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

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

15 (b) For the fourth through eighth school years following  
16 consolidation, the difference between the basic education formula staff  
17 units received by the districts for the school year prior to  
18 consolidation and the basic education formula staff units after  
19 consolidation pursuant to subsection (2)(a) through (h) of this section  
20 shall be reduced in increments of twenty percent per year.

21 **Sec. 503.** 1998 c 346 s 504 (uncodified) is amended to read as  
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**  
24 **COMPENSATION ADJUSTMENTS**

25	General Fund Appropriation (FY 1998)	. . . . . \$	79,412,000
26	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((115,187,000))</del>
27			<u>114,658,000</u>
28	TOTAL APPROPRIATION	. . . . . \$	<del>((194,599,000))</del>
29			<u>194,070,000</u>

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

32 (1) ~~((174,999,000))~~ \$174,538,000 is provided for a cost of living  
33 adjustment of 3.0 percent effective September 1, 1997, for state  
34 formula staff units. The appropriations include associated incremental  
35 fringe benefit allocations at rates of 19.58 percent for certificated  
36 staff and 15.15 percent for classified staff.

37 (a) The appropriations in this section include the increased  
38 portion of salaries and incremental fringe benefits for all relevant

1 state-funded school programs in part V of this act. Salary adjustments  
2 for state employees in the office of superintendent of public  
3 instruction and the education reform program are provided in part VII  
4 of this act. Increases for general apportionment (basic education) are  
5 based on the salary allocation schedules and methodology in section 502  
6 of this act. Increases for special education result from increases in  
7 each district's basic education allocation per student. Increases for  
8 educational service districts and institutional education programs are  
9 determined by the superintendent of public instruction using the  
10 methodology for general apportionment salaries and benefits in section  
11 502 of this act.

12 (b) The appropriations in this section provide salary increase and  
13 incremental fringe benefit allocations based on formula adjustments as  
14 follows:

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

18 (ii) For education of highly capable students, an increase of \$6.81  
19 per formula student for the 1997-98 school year and maintained for the  
20 1998-99 school year; and

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

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

27 (c) The appropriations in this section include (~~(\$903,000)~~)  
28 \$901,000 for salary increase adjustments for substitute teachers at a  
29 rate of \$10.64 per unit in the 1997-98 school year and maintained in  
30 the 1998-99 school year.

31 (2) (~~(\$19,600,000)~~) \$19,532,000 is provided for adjustments to  
32 insurance benefit allocations. The maintenance rate for insurance  
33 benefit allocations is \$314.51 per month for the 1997-98 and 1998-99  
34 school years. The appropriations in this section provide for a rate  
35 increase to \$317.34 per month for the 1997-98 school year and \$335.75  
36 per month for the 1998-99 school year at the following rates:

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

1 (b) For education of highly capable students, an increase of \$0.20  
2 per formula student for the 1997-98 school year and \$1.35 for the 1998-  
3 99 school year;

4 (c) For transitional bilingual education, an increase of \$.46 per  
5 eligible bilingual student for the 1997-98 school year and \$3.44 for  
6 the 1998-99 school year; and

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

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

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

18 **Sec. 504.** 1998 c 346 s 505 (uncodified) is amended to read as  
19 follows:

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

21 General Fund Appropriation (FY 1998) . . . . .	\$	175,168,000
22 General Fund Appropriation (FY 1999) . . . . .	\$	((179,439,000))
23		<u>175,618,000</u>
24 TOTAL APPROPRIATION . . . . .	\$	((354,607,000))
25		<u>350,786,000</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) A maximum of \$1,441,000 may be expended for regional  
31 transportation coordinators and related activities. The transportation  
32 coordinators shall ensure that data submitted by school districts for  
33 state transportation funding shall, to the greatest extent practical,  
34 reflect the actual transportation activity of each district.

35 (3) \$30,000 of the fiscal year 1998 appropriation and \$40,000 of  
36 the fiscal year 1999 appropriation are provided solely for the  
37 transportation of students enrolled in "choice" programs.



1 Transportation shall be limited to low-income students who are  
2 transferring to "choice" programs solely for educational reasons.

3 (4) Allocations for transportation of students shall be based on  
4 reimbursement rates of \$34.47 per weighted mile in the 1997-98 school  
5 year and \$34.61 per weighted mile in the 1998-99 school year exclusive  
6 of salary and benefit adjustments provided in section 504 of this act.  
7 Allocations for transportation of students transported more than one  
8 radius mile shall be based on weighted miles as determined by  
9 superintendent of public instruction times the per mile reimbursement  
10 rates for the school year pursuant to the formulas adopted by the  
11 superintendent of public instruction. Allocations for transportation  
12 of students living within one radius mile shall be based on the number  
13 of enrolled students in grades kindergarten through five living within  
14 one radius mile of their assigned school times the per mile  
15 reimbursement rate for the school year times 1.29.

16 **Sec. 505.** 1998 c 346 s 507 (uncodified) is amended to read as  
17 follows:

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

20	General Fund--State Appropriation (FY 1998) . . . \$	371,687,000
21	General Fund--State Appropriation (FY 1999) . . . \$	<del>((378,405,000))</del>
22		<u>377,811,000</u>
23	General Fund--Federal Appropriation . . . . . \$	143,106,000
24	TOTAL APPROPRIATION . . . . . \$	<del>((893,198,000))</del>
25		<u>892,604,000</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 the provisions of House Bill No. 2682 (school medicaid incentive  
8 payments).

9 **Sec. 506.** 1998 c 346 s 508 (uncodified) is amended to read as  
10 follows:

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

13 Public Safety and Education Account

14	Appropriation . . . . .	\$	((16,883,000))
15			<u>16,186,000</u>

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

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

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

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

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

28 **Sec. 507.** 1998 c 346 s 509 (uncodified) is amended to read as  
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**  
31 **ASSISTANCE**

32	General Fund Appropriation (FY 1998) . . . . .	\$	82,079,000
33	General Fund Appropriation (FY 1999) . . . . .	\$	((86,272,000))
34			<u>83,253,000</u>
35	TOTAL APPROPRIATION . . . . .	\$	((168,351,000))
36			<u>165,332,000</u>

1       **Sec. 508.** 1998 c 346 s 510 (uncodified) is amended to read as  
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**  
4 **EDUCATION PROGRAMS**

5	General Fund--State Appropriation (FY 1998) . . . \$	16,897,000
6	General Fund--State Appropriation (FY 1999) . . . \$	(( <del>18,596,000</del> ))
7		<u>18,567,000</u>
8	General Fund--Federal Appropriation . . . . . \$	8,548,000
9	TOTAL APPROPRIATION . . . . . \$	(( <del>44,041,000</del> ))
10		<u>44,012,000</u>

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

13       (1) The general fund--state appropriation for fiscal year 1998  
14 includes such funds as are necessary for the remaining months of the  
15 1996-97 school year.

16       (2) State funding provided under this section is based on salaries  
17 and other expenditures for a 220-day school year. The superintendent  
18 of public instruction shall monitor school district expenditure plans  
19 for institutional education programs to ensure that districts plan for  
20 a full-time summer program.

21       (3) State funding for each institutional education program shall be  
22 based on the institution's annual average full-time equivalent student  
23 enrollment. Staffing ratios for each category of institution shall  
24 remain the same as those funded in the 1995-97 biennium.

25       (4) \$1,196,000 of the fiscal year 1999 general fund--state  
26 appropriation is provided to implement Engrossed Substitute Senate Bill  
27 No. 6600 (correctional facilities education programs). If Engrossed  
28 Substitute Senate Bill No. 6600 is enacted, beginning in the 1998-99  
29 school year, the funded staffing ratios for education programs for  
30 juveniles age 18 or less in department of corrections facilities shall  
31 be the same as those provided for education programs in delinquent  
32 institutions under the department of social and health services. If  
33 the bill is not enacted by June 30, 1998, the amounts provided in this  
34 subsection shall lapse.

35       **Sec. 509.** 1998 c 346 s 511 (uncodified) is amended to read as  
36 follows:

37 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**  
38 **CAPABLE STUDENTS**

1	General Fund Appropriation (FY 1998)	. . . . . \$	5,701,000
2	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((6,121,000))</del>
3			<u>6,096,000</u>
4	TOTAL APPROPRIATION	. . . . . \$	<del>((11,822,000))</del>
5			<u>11,797,000</u>

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

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

10 (2) Allocations for school district programs for highly capable  
11 students shall be distributed at a maximum rate of \$311.12 per funded  
12 student for the 1997-98 school year and \$311.35 per funded student for  
13 the 1998-99 school year, exclusive of salary and benefit adjustments  
14 pursuant to section 504 of this act. The number of funded students  
15 shall be a maximum of two percent of each district's full-time  
16 equivalent basic education enrollment.

17 (3) \$350,000 of the appropriation is for the centrum program at  
18 Fort Worden state park.

19 (4) \$186,000 of the appropriation is for the odyssey of the mind  
20 and future problem-solving programs.

21 **Sec. 510.** 1998 c 346 s 512 (uncodified) is amended to read as  
22 follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM PROGRAMS**

24	General Fund Appropriation (FY 1998)	. . . . . \$	18,605,000
25	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((22,017,000))</del>
26			<u>21,967,000</u>
27	TOTAL APPROPRIATION	. . . . . \$	<del>((40,622,000))</del>
28			<u>40,572,000</u>

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

31 (1) ~~((17,153,000))~~ \$17,103,000 is provided for the operation of  
32 the commission on student learning and the development and  
33 implementation of student assessments. The commission shall cooperate  
34 with the superintendent of public instruction in defining measures of  
35 student achievement to be included in the student record system  
36 developed by the superintendent pursuant to section 501(1)(b) of this  
37 act.

1 (2) \$2,190,000 is provided solely for training of paraprofessional  
2 classroom assistants and certificated staff who work with classroom  
3 assistants as provided in RCW 28A.415.310.

4 (3) \$2,970,000 is provided for mentor teacher assistance, including  
5 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds  
6 for the teacher assistance program shall be allocated to school  
7 districts based on the number of beginning teachers.

8 (4) \$4,050,000 is provided for improving technology infrastructure,  
9 monitoring and reporting on school district technology development,  
10 promoting standards for school district technology, promoting statewide  
11 coordination and planning for technology development, and providing  
12 regional educational technology support centers, including state  
13 support activities, under chapter 28A.650 RCW.

14 (5) \$7,200,000 is provided for grants to school districts to  
15 provide a continuum of care for children and families to help children  
16 become ready to learn. Grant proposals from school districts shall  
17 contain local plans designed collaboratively with community service  
18 providers. If a continuum of care program exists in the area in which  
19 the school district is located, the local plan shall provide for  
20 coordination with existing programs to the greatest extent possible.  
21 Grant funds shall be allocated pursuant to RCW 70.190.040.

22 (6) \$5,000,000 is provided solely for the meals for kids program  
23 under RCW 28A.235.145 through 28A.235.155.

24 (7) \$1,260,000 is provided for technical assistance related to  
25 education reform through the office of the superintendent of public  
26 instruction, in consultation with the commission on student learning,  
27 as specified in RCW 28A.300.130 (center for the improvement of student  
28 learning).

29 (8) \$799,000 of the fiscal year 1999 appropriation is provided  
30 solely for the leadership internship program for superintendents,  
31 principals, and program administrators. The purpose of the program is  
32 to provide funds to school districts to provide partial release time  
33 for district employees in an internship with an appropriate mentor.  
34 The funds shall be distributed by the superintendent to school  
35 districts subject to the following conditions and limitations:

36 (i) The superintendent with the assistance of an advisory board  
37 that includes school administrators and higher education  
38 representatives shall select internship participants giving priority to



1 candidates who intend to serve in school districts where finding  
2 qualified applicants has been difficult.

3 (ii) Candidates if accepted in the internship program must agree to  
4 seek employment in Washington after receiving certification,  
5 participate in education improvement training activities, and  
6 participate in evaluations of the effectiveness of the internship  
7 program.

8 (iii) The maximum amount of state funding for each internship shall  
9 not exceed the daily rate of providing a substitute teacher for the  
10 equivalent of up to forty-five days and the funds shall be used to pay  
11 for partial release time while the school district employee is  
12 completing the internship.

13 (iv) The superintendent may withhold a maximum of seven percent of  
14 the funds for costs of implementing the program.

15 **Sec. 511.** 1998 c 346 s 513 (uncodified) is amended to read as  
16 follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**  
18 **BILINGUAL PROGRAMS**

19	General Fund Appropriation (FY 1998)	. . . . . \$	30,711,000
20	General Fund Appropriation (FY 1999)	. . . . . \$	((32,185,000))
21			<u>32,825,000</u>
22	TOTAL APPROPRIATION	. . . . . \$	((62,896,000))
23			<u>63,536,000</u>

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

26 (1) The appropriation for fiscal year 1998 provides such funds as  
27 are necessary for the remaining months of the 1996-97 school year.

28 (2) The superintendent of public instruction shall study the  
29 formula components proposed for the 1998-99 school year and prepare a  
30 report to the legislature no later than January 15, 1998.

31 (3) The superintendent shall distribute a maximum of \$643.78 per  
32 eligible bilingual student in the 1997-98 and 1998-99 school years,  
33 exclusive of salary and benefit adjustments provided in section 503 of  
34 this act.

35 **Sec. 512.** 1998 c 346 s 514 (uncodified) is amended to read as  
36 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**  
2 **ASSISTANCE PROGRAM**

3	General Fund Appropriation (FY 1998)	. . . . . \$	60,224,000
4	General Fund Appropriation (FY 1999)	. . . . . \$	(( <del>61,000,000</del> ))
5			<u>60,408,000</u>
6	TOTAL APPROPRIATION	. . . . . \$	(( <del>121,224,000</del> ))
7			<u>120,632,000</u>

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

10 (1) The appropriation for fiscal year 1998 provides such funds as  
11 are necessary for the remaining months of the 1996-97 school year.

12 (2) For making the calculation of the percentage of students  
13 scoring in the lowest quartile as compared with national norms,  
14 beginning with the 1991-92 school year, the superintendent shall  
15 multiply each school district's 4th and 8th grade test results by 0.86.

16 (3) Funding for school district learning assistance programs shall  
17 be allocated at maximum rates of \$378.33 per funded unit for the 1997-  
18 98 school year and \$378.88 per funded unit for the 1998-99 school year  
19 exclusive of salary and benefit adjustments provided in section 504 of  
20 this act. School districts may carryover up to 10 percent of funds  
21 allocated under this program; however, carryover funds shall be  
22 expended for the learning assistance program.

23 (a) A school district's funded units for the 1997-98 and 1998-99  
24 school years shall be the sum of the following:

25 (i) The district's full-time equivalent enrollment in kindergarten  
26 through 6th grade, times the 5-year average 4th grade test result as  
27 adjusted pursuant to subsection (2) of this section, times 0.92; and

28 (ii) The district's full-time equivalent enrollment in grades 7  
29 through 9, times the 5-year average 8th grade test result as adjusted  
30 pursuant to subsection (2) of this section, times 0.92; and

31 (iii) If in the prior school year the district's percentage of  
32 October headcount enrollment in grades K-12 eligible for free and  
33 reduced price lunch exceeded the state average, subtract the state  
34 average percentage of students eligible for free and reduced price  
35 lunch from the district's percentage and multiply the result by the  
36 district's K-12 annual average full-time equivalent enrollment for the  
37 current school year times 22.30 percent.

1       **Sec. 513.** 1998 c 346 s 515 (uncodified) is amended to read as  
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

4	General Fund Appropriation (FY 1998) . . . . .	\$	49,493,000
5	General Fund Appropriation (FY 1999) . . . . .	\$	((55,659,000))
6			<u>55,474,000</u>
7	TOTAL APPROPRIATION . . . . .	\$	((105,152,000))
8			<u>104,967,000</u>

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

11       (1) A maximum of ((~~\$50,418,000~~)) \$50,317,000 is provided for  
12 learning improvement allocations to school districts to enhance the  
13 ability of instructional staff to teach and assess the essential  
14 academic learning requirements for reading, writing, communication, and  
15 math in accordance with the timelines and requirements established  
16 under RCW 28A.630.885. However, special emphasis shall be given to the  
17 successful teaching of reading. Allocations under this section shall  
18 be subject to the following conditions and limitations:

19       (a) In accordance with the timetable for the implementation of the  
20 assessment system by the commission on student learning, the  
21 allocations for the 1997-98 and 1998-99 school years shall be at a  
22 maximum annual rate per full-time equivalent student of \$36.69 for  
23 students enrolled in grades K-4, \$30.00 for students enrolled in grades  
24 5-7, and \$22.95 for students enrolled in grades 8-12. Allocations  
25 shall be made on the monthly apportionment schedule provided in RCW  
26 28A.510.250.

27       (b) A district receiving learning improvement allocations shall:

28       (i) Develop and keep on file at each building a student learning  
29 improvement plan to achieve the student learning goals and essential  
30 academic learning requirements and to implement the assessment system  
31 as it is developed. The plan shall delineate how the learning  
32 improvement allocations will be used to accomplish the foregoing. The  
33 plan shall be made available to the public upon request;

34       (ii) Maintain a policy regarding the involvement of school staff,  
35 parents, and community members in instructional decisions;

36       (iii) File a report by October 1, 1998, and October 1, 1999, with  
37 the office of the superintendent of public instruction, in a format  
38 developed by the superintendent that: Enumerates the activities funded  
39 by these allocations; the amount expended for each activity; describes

1 how the activity improved understanding, teaching, and assessment of  
2 the essential academic learning requirements by instructional staff;  
3 and identifies any amounts expended from this allocation for  
4 supplemental contracts; and

5 (iv) Provide parents and the local community with specific  
6 information on the use of this allocation by including in the annual  
7 performance report required in RCW 28A.320.205, information on how  
8 funds allocated under this subsection were spent and the results  
9 achieved.

10 (c) The superintendent of public instruction shall compile and  
11 analyze the school district reports and present the results to the  
12 office of financial management and the appropriate committees of the  
13 legislature no later than November 15, 1998, and November 15, 1999.

14 (2) (~~(\$54,734,000)~~) \$54,650,000 is provided for local education  
15 program enhancements to meet educational needs as identified by the  
16 school district, including alternative education programs. This amount  
17 includes such amounts as are necessary for the remainder of the 1996-97  
18 school year. Allocations for the 1997-98 school year shall be at a  
19 maximum annual rate of \$29.86 per full-time equivalent student and  
20 \$28.81 per full-time equivalent student for the 1998-99 school year as  
21 determined pursuant to subsection (3) of this section. Allocations  
22 shall be made on the monthly apportionment payment schedule provided in  
23 RCW 28A.510.250.

24 (3) Allocations provided under this section shall be based on  
25 school district annual average full-time equivalent enrollment in  
26 grades kindergarten through twelve: PROVIDED, That for school  
27 districts enrolling not more than one hundred average annual full-time  
28 equivalent students, and for small school plants within any school  
29 district designated as remote and necessary schools, the allocations  
30 shall be as follows:

31 (a) Enrollment of not more than 60 average annual full-time  
32 equivalent students in grades kindergarten through six shall generate  
33 funding based on sixty full-time equivalent students;

34 (b) Enrollment of not more than 20 average annual full-time  
35 equivalent students in grades seven and eight shall generate funding  
36 based on twenty full-time equivalent students; and

37 (c) Enrollment of not more than 60 average annual full-time  
38 equivalent students in grades nine through twelve shall generate  
39 funding based on sixty full-time equivalent students.

1 (4) Funding provided pursuant to this section does not fall within  
2 the definition of basic education for purposes of Article IX of the  
3 state Constitution and the state's funding duty thereunder.

4 (5) Receipt by a school district of one-fourth of the district's  
5 allocation of funds under this section, shall be conditioned on a  
6 finding by the superintendent that:

7 (a) The district is enrolled as a medicaid service provider and is  
8 actively pursuing federal matching funds for medical services provided  
9 through special education programs, pursuant to RCW 74.09.5241 through  
10 74.09.5256 (Title XIX funding); and

11 (b) The district is filing truancy petitions as required under  
12 chapter 312, Laws of 1995 and RCW 28A.225.030.

13 **Sec. 514.** 1997 c 454 s 509 (uncodified) is amended to read as  
14 follows:

15 **FOR THE STATE BOARD OF EDUCATION--COMMON SCHOOL CONSTRUCTION**

16 General Fund Appropriation (FY 1999) to the

17 Common School Construction Account . . . . . \$ 53,050,000

18 Education Savings Account Appropriation to the

19 Common School Construction Account . . . . . \$ ((~~12,621,000~~))

20 78,916,000

21 TOTAL APPROPRIATION . . . . . \$ 131,966,000

22 **Sec. 515.** 1997 c 235 s 501 (uncodified) is amended to read as  
23 follows:

24 **FOR THE STATE BOARD OF EDUCATION**

25 **Public school building construction (98-2-001)**

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

28 (1) From the appropriation in this section the state board shall  
29 fund one hundred percent of the cost for a required standard value  
30 engineering study on all projects exceeding 50,000 gross square feet in  
31 size. On an annual basis, the board shall report to the legislative  
32 fiscal committees and the office of financial management the results of  
33 these studies including but not limited to the amounts of each study  
34 and the accepted savings achieved due to the studies.

1 (2) No more than \$138,000,000 of this appropriation, excluding  
2 reappropriations, may be obligated in fiscal year 1998 for school  
3 district project design and construction.

4 (3) Total cash disbursed from the common school construction fund  
5 may not exceed the available cash balance.

6 (4) The reappropriation from the state building construction  
7 account shall serve as full compensation to the common school trust for  
8 the transfer of land to the Washington State University Lind Dryland  
9 Research Unit under Substitute House Bill No. 1016 or Senate Bill No.  
10 5174.

11 (5) No more than \$7,110,000 of this appropriation may be allocated  
12 by the state board to provide up to ninety percent of the total project  
13 cost for the renovation of facilities operating as interdistrict  
14 cooperative centers providing vocational skill programs. The remaining  
15 portion of the project cost shall be a match from local sources. As a  
16 condition to receiving an allocation from this appropriation or any  
17 other appropriation for a vocational skill center provided after  
18 calendar year 1996, the recipient facility must maintain a separate  
19 capital account, into which the participating districts make deposits,  
20 to pay for all future minor repair and renovation costs for the  
21 vocational skill center. For purposes of this subsection, a future  
22 minor repair and renovation cost is a capital project costing less than  
23 forty percent of the value of the building.

24 **Reappropriation:**

25	St Bldg Constr Acct--State . . . \$	18,329,671
26	Common School Constr Fund--State \$	109,115,719
27		-----
28	Subtotal Reappropriation . . \$	127,445,390

29 **Appropriation:**

30	Common School Constr Fund--	
31	State . . . . . \$	<del>((275,798,712))</del>
32		<u>289,548,712</u>
33	Prior Biennia (Expenditures) . . \$	<del>((302,821,218))</del>
34		<u>719,815,320</u>
35	Future Biennia (Projected Costs) \$	801,600,000
36		-----
37	TOTAL . . . . . \$	<del>((1,507,665,320))</del>
38		<u>1,521,415,320</u>



1 **PART VI**  
2 **HIGHER EDUCATION**

3 **Sec. 601.** 1998 c 346 s 601 (uncodified) is amended to read as  
4 follows:

5 The appropriations in sections 603 through 609 of this act are  
6 subject to the following conditions and limitations:

7 (1) "Institutions" means the institutions of higher education  
8 receiving appropriations under sections 603 through 609 of this act.

9 (2)(a) The salary increases provided or referenced in this  
10 subsection shall be the only allowable salary increases provided at  
11 institutions of higher education, excluding increases associated with  
12 normally occurring promotions and increases related to faculty and  
13 professional staff retention, and excluding increases associated with  
14 employees under the jurisdiction of chapter 41.56 RCW pursuant to the  
15 provisions of RCW 28B.16.015.

16 (b) Each institution of higher education shall provide to each  
17 classified staff employee as defined by the office of financial  
18 management a salary increase of 3.0 percent on July 1, 1997. Each  
19 institution of higher education shall provide to instructional and  
20 research faculty, exempt professional staff, academic administrators,  
21 academic librarians, counselors, teaching and research assistants as  
22 classified by the office of financial management, and all other  
23 nonclassified staff, including those employees under RCW 28B.16.015, an  
24 average salary increase of 3.0 percent on July 1, 1997. For employees  
25 under the jurisdiction of chapter 41.56 RCW pursuant to the provisions  
26 of RCW 28B.16.015, distribution of the salary increases will be in  
27 accordance with the applicable collective bargaining agreement.  
28 However, an increase shall not be provided to any classified employee  
29 whose salary is above the approved salary range maximum for the class  
30 to which the employee's position is allocated. To collect consistent  
31 data for use by the legislature, the office of financial management,  
32 and other state agencies for policy and planning purposes, institutions  
33 of higher education shall report personnel data to be used in the  
34 department of personnel's human resource data warehouse in compliance  
35 with uniform reporting procedures established by the department of  
36 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) An additional measure and goal to be selected by the higher  
7 education coordinating board for each institution, in consultation with  
8 each institution.

9 (b) Academic year 1995-96 shall be the baseline year against which  
10 performance in academic year 1997-98 shall be measured. Academic year  
11 1997-98 shall be the baseline year against which performance in  
12 academic year 1998-99 shall be measured. The difference between each  
13 institution's baseline year and the state-wide performance goals shall  
14 be calculated and shall be the performance gap for each institution for  
15 each measure for each year. The higher education coordinating board  
16 shall set performance targets for closing the performance gap for each  
17 measure for each institution. Performance targets shall be set at  
18 levels that reflect meaningful and substantial progress towards the  
19 state-wide performance goals. Each institution shall report to the  
20 higher education coordinating board on its actual performance  
21 achievement for each measure for academic year 1997-98 by November 1,  
22 1998.

23 (4) The state board for community and technical colleges shall  
24 develop an implementation plan for measurable and specific improvements  
25 in productivity, efficiency, and student retention in academic years  
26 1997-98 and 1998-99 consistent with the performance management system  
27 developed by the work force training and education coordinating board  
28 and for the following long-term performance goals:

	Goal
29 (a) Hourly wages for vocational graduates	\$12/hour
30 (b) Academic students transferring to Washington	
31 higher education institutions	67%
32 (c) Core course completion rates	85%
33 (d) Graduation efficiency index	95

34 (5) The state's public institutions of higher education  
35 increasingly are being called upon to become more efficient in  
36 conducting the business operations necessary to support the carrying  
37 out of their academic missions. The legislature recognizes that state  
38

1 laws and regulations may have the unintended effect of acting as  
 2 barriers to efficient operation in some instances, and desires to  
 3 encourage the institutions of higher education to think beyond the  
 4 constraints of current law in identifying opportunities for improved  
 5 efficiency. Accordingly, the legislature requests that the  
 6 institutions of higher education, working together through the council  
 7 of presidents' office and the state board for community and technical  
 8 colleges, identify opportunities for changes in state law that would  
 9 form the basis for a new efficiency compact with the state, for  
 10 consideration no later than the 1999 legislative session.

11 (6) Pursuant to RCW 43.135.055, institutions of higher education  
 12 receiving appropriations under sections 603 through 609 of this act are  
 13 authorized to increase summer term tuition in excess of the fiscal  
 14 growth factor during the 1997-99 fiscal biennium. Tuition levels  
 15 increased pursuant to this subsection shall not exceed the per credit  
 16 hour rate calculated from the academic year tuition levels established  
 17 by the legislature in RCW 28B.15.067.

18 **Sec. 602.** 1998 c 346 s 603 (uncodified) is amended to read as  
 19 follows:

20 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

21	General Fund--State Appropriation (FY 1998) . . . . .	\$	380,445,000
22	General Fund--State Appropriation (FY 1999) . . . . .	\$	((421,647,000))
23			<u>421,050,000</u>
24	General Fund--Federal Appropriation . . . . .	\$	11,404,000
25	Employment and Training Trust Account		
26	Appropriation . . . . .	\$	29,114,000
27	TOTAL APPROPRIATION . . . . .	\$	((842,610,000))
28			<u>842,013,000</u>

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

31 (1) \$2,718,000 of the general fund--state appropriation for fiscal  
 32 year 1998 and \$4,079,000 of the general fund--state appropriation for  
 33 fiscal year 1999 shall be held in reserve by the board. These funds  
 34 are provided for improvements in productivity, efficiency, and student  
 35 retention. The board may approve the fiscal year 1998 allocation of  
 36 funds under this subsection upon completion of an implementation plan.  
 37 The implementation plan shall be submitted by the board to the  
 38 appropriate legislative committees and the office of financial

1 management in accordance with section 601(4) of this act by September  
2 1, 1997. The board may approve the fiscal year 1999 allocation of  
3 funds under this subsection based on the board's evaluation of:

4 (a) College performance compared to the goals for productivity,  
5 efficiency, and student retention as submitted in the plan required in  
6 section 601(4) of this act; and

7 (b) The quality and effectiveness of the strategies the colleges  
8 propose to achieve continued improvement in quality and efficiency  
9 during the 1998-99 academic year.

10 (2) \$28,546,000 of the general fund--state appropriation for fiscal  
11 year 1999 and the entire employment and training trust account  
12 appropriation are provided solely as special funds for training and  
13 related support services, including financial aid, child care, and  
14 transportation, as specified in chapter 226, Laws of 1993 (employment  
15 and training for unemployed workers) and Substitute House Bill No.  
16 2214.

17 (a) Funding is provided to support up to 7,200 full-time equivalent  
18 students in each fiscal year.

19 (b) The state board for community and technical colleges shall  
20 submit a plan for the allocation of the full-time equivalent students  
21 provided in this subsection to the workforce training and education  
22 coordinating board for review and approval.

23 (3) \$1,441,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$1,441,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely for 500 FTE enrollment slots to  
26 implement RCW 28B.50.259 (timber-dependent communities).

27 (4) \$1,862,500 of the general fund--state appropriation for fiscal  
28 year 1998 and \$1,862,500 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely for assessment of student outcomes  
30 at community and technical colleges.

31 (5) \$706,000 of the general fund--state appropriation for fiscal  
32 year 1998 and \$706,000 of general fund--state appropriation for fiscal  
33 year 1999 are provided solely to recruit and retain minority students  
34 and faculty.

35 (6) Up to \$1,035,000 of the general fund--state appropriation for  
36 fiscal year 1998 and up to \$2,102,000 of the general fund--state  
37 appropriation for fiscal year 1999 may be used in combination with  
38 salary and benefit savings from faculty turnover to provide faculty  
39 salary increments and associated benefits. To the extent general

1 salary increase funding is used to pay faculty increments, the general  
2 salary increase shall be reduced by the same amount.

3 (7) To address part-time faculty salary disparities and to increase  
4 the ratio of full-time to part-time faculty instructors, the board  
5 shall provide salary increases to part-time instructors or hire  
6 additional full-time instructional staff under the following conditions  
7 and limitations: (a) The amount used for such purposes shall not  
8 exceed an amount equivalent to an additional salary increase of 1.0  
9 percent on July 1, 1997, and an additional salary increase of 2.0  
10 percent on July 1, 1998, for instructional faculty as classified by the  
11 office of financial management; and (b) at least \$2,934,000 shall be  
12 spent for the purposes of this subsection.

13 (8) \$83,000 of the general fund--state appropriation for fiscal  
14 year 1998 and \$867,000 of the general fund--state appropriation for  
15 fiscal year 1999 are provided for personnel and expenses to develop  
16 curricula, library resources, and operations of Cascadia Community  
17 College. It is the legislature's intent to use the opportunity  
18 provided by the establishment of the new institution to conduct a pilot  
19 project of budgeting based on instructional standards and outcomes.  
20 The college shall use a portion of the available funds to develop a set  
21 of measurable standards and outcomes as the basis for budget  
22 development in the 1999-01 biennium.

23 (9) The technical colleges may increase tuition and fees to conform  
24 with the percentage increase in community college operating fees  
25 enacted by the 1997 legislature. The community colleges may charge up  
26 to the maximum level authorized for services and activities fees in RCW  
27 28B.15.069.

28 (10) Community and technical colleges with below-average faculty  
29 salaries may use funds identified by the state board in the 1997-98 and  
30 1998-99 operating allocations to increase faculty salaries no higher  
31 than the system-wide average.

32 (11) \$1,000,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$1,000,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for tuition support for students  
35 enrolled in work-based learning programs.

36 (12) \$700,000 of the general fund--state appropriation for fiscal  
37 year 1999 is provided solely for a technology equipment matching  
38 program for community and technical colleges. Each college district

1 shall match its allocation of this appropriation with an equal amount  
2 of cash donations from private sources.

3 (13) (~~(\$125,000 of the general fund--state appropriation for fiscal~~  
4 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
5 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
6 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
7 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
8 ~~approved by the court by August 1, 1998, the amount provided in this~~  
9 ~~subsection shall lapse.~~

10 (14)) \$669,000 of the general fund--state appropriation for fiscal  
11 year 1999 is provided solely to pay the increased employer funding rate  
12 resulting from the settlement in *Retired State Employees et al. v.*  
13 *State of Washington* (Thurston county superior court cause no. 92-2-  
14 01294-1), as referenced in section 707(1)(d) of this act. If the  
15 stipulated settlement is not approved by the court by August 1, 1998,  
16 the amount provided in this subsection shall lapse.

17 **Sec. 603.** 1998 c 346 s 604 (uncodified) is amended to read as  
18 follows:

19 **FOR UNIVERSITY OF WASHINGTON**

20	General Fund Appropriation (FY 1998)	. . . . . \$	283,923,000
21	General Fund Appropriation (FY 1999)	. . . . . \$	((293,988,000))
22			<u>295,988,000</u>
23	Death Investigations Account Appropriation	. . . \$	((2,162,000))
24			<u>2,342,000</u>
25	Industrial Insurance Premium Refund Account		
26	Appropriation	. . . . . \$	514,000
27	Accident Account Appropriation	. . . . . \$	4,969,000
28	Medical Aid Account Appropriation	. . . . . \$	4,989,000
29	TOTAL APPROPRIATION	. . . . . \$	((590,545,000))
30			<u>592,725,000</u>

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

33 (1) \$2,019,000 of the general fund appropriation for fiscal year  
34 1998 and ((~~\$3,029,000~~)) \$2,562,000 of the general fund appropriation  
35 for fiscal year 1999 shall be placed in reserve. The office of  
36 financial management shall approve the allotment of amounts under this  
37 subsection upon notification by the higher education coordinating  
38 board. These amounts are provided for the preparation of plans and for

1 the achievement of measurable and specific improvements towards  
2 performance and accountability goals as outlined in section 601(3) of  
3 this act.

4 (2) \$800,000 of the general fund appropriation for fiscal year 1998  
5 and \$1,896,000 of the general fund appropriation for fiscal year 1999  
6 are provided solely to support additional upper-division and graduate  
7 level enrollments at the Tacoma branch campus above the 1996-97  
8 budgeted FTE level.

9 (3) \$593,000 of the general fund appropriation for fiscal year 1998  
10 and \$1,547,000 of the general fund appropriation for fiscal year 1999  
11 are provided solely to support additional upper-division and graduate  
12 level enrollments at the Bothell branch campus above the 1996-97  
13 budgeted FTE level.

14 (4) \$186,000 of the general fund appropriation for fiscal year 1998  
15 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
16 provided solely for assessment of student outcomes.

17 (5) \$324,000 of the general fund appropriation for fiscal year 1998  
18 and \$324,000 of the general fund appropriation for fiscal year 1999 are  
19 provided solely to recruit and retain minority students and faculty.

20 (6) \$130,000 of the general fund appropriation for fiscal year 1998  
21 and \$130,000 of the general fund appropriation for fiscal year 1999 are  
22 provided solely for the implementation of the Puget Sound work plan  
23 agency action item UW-01.

24 (7) \$1,200,000 of the general fund appropriation for fiscal year  
25 1998 and \$1,200,000 of the general fund appropriation for fiscal year  
26 1999 are provided solely for competitively offered faculty recruitment  
27 and retention salary adjustments. The university shall provide a  
28 report in their 1999-01 biennial operating budget request submittal on  
29 the effective expenditure of funds for the purposes of this subsection.

30 (8) \$47,000 of the fiscal year 1998 general fund appropriation and  
31 \$47,000 of the fiscal year 1999 general fund appropriation are provided  
32 solely to employ a fossil preparator/educator in the Burke Museum. The  
33 entire amounts provided in this subsection shall be provided directly  
34 to the Burke Museum.

35 (9) \$75,000 of the general fund appropriation for fiscal year 1998  
36 and \$75,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for enhancements to research capabilities at the  
38 Olympic natural resources center.

1 (10) \$150,000 of the general fund appropriation for fiscal year  
2 1999 is provided solely for remodeling and equipment necessary to  
3 accommodate enrollment growth at the Bothell branch campus.

4 (11) \$560,000 of the general fund appropriation for fiscal year  
5 1999 is provided solely for the disabilities, opportunities,  
6 internetworking, and technology program.

7 (12) (~~(\$3,000,000)~~) \$6,538,000 of the general fund appropriation  
8 for fiscal year 1999 is provided solely to establish a high speed  
9 internet-2 hub.

10 (13) \$150,000 of the general fund appropriation for fiscal year  
11 1999 is provided solely to support the physicians assistant program in  
12 Spokane.

13 (14) \$352,000 of the death investigations account appropriation is  
14 provided solely for staff and equipment for the state toxicology  
15 laboratory to support implementation of quality control procedures and  
16 laboratory certification, and for enhanced screening of sexual assault  
17 victims, blood alcohol and volatile intoxicants analysis, and blood  
18 tests for marijuana in driving cases.

19 ~~(15) (~~(\$74,000 of the general fund--state appropriation for fiscal~~~~  
20 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
21 ~~resulting from the settlement in Burbage et al. v. State of Washington~~  
22 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
23 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
24 ~~approved by the court by August 1, 1998, the amount provided in this~~  
25 ~~subsection shall lapse.~~

26 ~~(16))~~ \$397,000 of the general fund--state appropriation for fiscal  
27 year 1999 is provided solely to pay the increased employer funding rate  
28 resulting from the settlement in Retired State Employees et al. v.  
29 State of Washington (Thurston county superior court cause no. 92-2-  
30 01294-1), as referenced in section 707(1)(d) of this act. If the  
31 stipulated settlement is not approved by the court by August 1, 1998,  
32 the amount provided in this subsection shall lapse.

33 (16) \$180,000 of the death investigations account appropriation is  
34 provided for the forensic pathologist fellowship program.

35 **Sec. 604.** 1998 c 346 s 605 (uncodified) is amended to read as  
36 follows:

37 **FOR WASHINGTON STATE UNIVERSITY**

38 General Fund Appropriation (FY 1998) . . . . . \$ 169,894,000



1	General Fund Appropriation (FY 1999) . . . . .	\$	(( <del>171,125,000</del> ))
2			<u>170,180,000</u>
3	Air Pollution Control Account Appropriation . . .	\$	206,000
4	TOTAL APPROPRIATION . . . . .	\$	(( <del>341,225,000</del> ))
5			<u>340,280,000</u>

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

8 (1) \$1,204,000 of the general fund appropriation for fiscal year  
9 1998 and ((~~\$1,807,000~~)) \$1,200,000 of the general fund appropriation  
10 for fiscal year 1999 shall be placed in reserve. The office of  
11 financial management shall approve the allotment of amounts under this  
12 subsection upon notification by the higher education coordinating  
13 board. These amounts are provided for the preparation of plans and for  
14 the achievement of measurable and specific improvements towards  
15 performance and accountability goals as outlined in section 601(3) of  
16 this act.

17 (2) \$1,059,000 of the general fund appropriation for fiscal year  
18 1999 is provided solely to support additional upper-division and  
19 graduate level enrollments at the Vancouver branch campus above the  
20 1996-97 budgeted FTE level.

21 (3) \$263,000 of the general fund appropriation for fiscal year 1998  
22 and \$263,000 of the general fund appropriation for fiscal year 1999 are  
23 provided solely to support additional upper-division and graduate level  
24 enrollments at the Tri-Cities branch campus above the 1996-97 budgeted  
25 FTE level.

26 (4) \$971,000 of the general fund appropriation for fiscal year 1999  
27 is provided solely to support additional upper-division and graduate  
28 level enrollments at the Spokane branch campus above the 1996-97  
29 budgeted FTE level.

30 (5) \$186,000 of the general fund appropriation for fiscal year 1998  
31 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
32 provided solely for assessment of student outcomes.

33 (6) \$140,000 of the general fund appropriation for fiscal year 1998  
34 and \$140,000 of the general fund appropriation for fiscal year 1999 are  
35 provided solely to recruit and retain minority students and faculty.

36 (7) \$157,000 of the general fund appropriation for fiscal year 1998  
37 and \$157,000 of the general fund appropriation for fiscal year 1999 are  
38 provided solely for the implementation of the Puget Sound work plan  
39 agency action item WSU-01.

1 (8) \$600,000 of the general fund appropriation for fiscal year 1998  
2 and \$600,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for competitively offered faculty recruitment and  
4 retention salary adjustments. The university shall provide a report in  
5 their 1999-01 biennial operating budget request submittal on the  
6 effective expenditure of funds for the purposes of this subsection.

7 (9) \$50,000 of the general fund appropriation for fiscal year 1998  
8 and \$50,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely for yellow star thistle research.

10 (10) \$55,000 of the general fund appropriation for fiscal year 1998  
11 and \$55,000 of the general fund appropriation for fiscal year 1999 are  
12 provided solely for the Goldendale distance learning center.

13 (11) \$3,250,000 of the general fund appropriation for fiscal year  
14 1998 is provided solely for legal costs and settlement payments  
15 associated with construction claims for the Vancouver branch campus and  
16 the veterinary teaching hospital capital projects.

17 (12) \$590,000 of the general fund appropriation for fiscal year  
18 1999 is provided solely for the management of the Spokane riverpoint  
19 campus as provided in Substitute Senate Bill No. 6655.

20 (13) \$100,000 of the fiscal year 1999 general fund appropriation is  
21 provided solely for the aquatic animal health diagnostic center to  
22 accommodate an unanticipated caseload increase.

23 ~~(14) ((\$43,000 of the general fund--state appropriation for fiscal~~  
24 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
25 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
26 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
27 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
28 ~~approved by the court by August 1, 1998, the amount provided in this~~  
29 ~~subsection shall lapse.~~

30 ~~(15))~~ \$228,000 of the general fund--state appropriation for fiscal  
31 year 1999 is provided solely to pay the increased employer funding rate  
32 resulting from the settlement in *Retired State Employees et al. v.*  
33 *State of Washington* (Thurston county superior court cause no. 92-2-  
34 01294-1), as referenced in section 707(1)(d) of this act. If the  
35 stipulated settlement is not approved by the court by August 1, 1998,  
36 the amount provided in this subsection shall lapse.

37 **Sec. 605.** 1998 c 346 s 606 (uncodified) is amended to read as  
38 follows:

1 **FOR EASTERN WASHINGTON UNIVERSITY**

2	General Fund Appropriation (FY 1998)	. . . . . \$	39,211,000
3	General Fund Appropriation (FY 1999)	. . . . . \$	((39,563,000))
4			<u>39,460,000</u>
5	TOTAL APPROPRIATION	. . . . . \$	((78,774,000))
6			<u>78,671,000</u>

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

9 (1) \$285,000 of the general fund appropriation for fiscal year 1998  
10 and ((~~\$428,000~~)) \$385,000 of the general fund appropriation for fiscal  
11 year 1999 shall be placed in reserve. The office of financial  
12 management shall approve the allotment of amounts under this subsection  
13 upon notification by the higher education coordinating board. These  
14 amounts are provided for the preparation of plans and for the  
15 achievement of measurable and specific improvements towards performance  
16 and accountability goals as outlined in section 601(3) of this act.

17 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
18 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
19 provided solely for assessment of student outcomes.

20 (3) \$93,000 of the general fund appropriation for fiscal year 1998  
21 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
22 provided solely to recruit and retain minority students and faculty.

23 (4) \$53,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$54,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely for competitively offered faculty  
26 recruitment and retention salary adjustments. The university shall  
27 provide a report in their 1999-01 biennial operating budget request  
28 submittal on the effective expenditure of funds for the purposes of  
29 this subsection.

30 (5) \$3,188,000 of the general fund appropriation for fiscal year  
31 1998 and \$3,188,000 of the general fund appropriation for fiscal year  
32 1999 shall be placed in reserve pending attainment of budgeted  
33 enrollments of 6,942 FTEs. The office of financial management shall  
34 approve the allotment of funds under this subsection at the annual rate  
35 of \$4,000 for annual student FTEs in excess of 6,942 based on tenth day  
36 quarterly enrollment and the office of financial management's quarterly  
37 budget driver report. In addition, allotments of reserve funds in this  
38 section shall be approved by the office of financial management upon  
39 approval by the higher education coordinating board for (a) actions

1 that will result in additional enrollment growth, and (b) contractual  
2 obligations in fiscal year 1998 to the extent such funds are required.

3 (6) Pursuant to section 904 of this act and within current  
4 appropriation levels, the waiver limit for Eastern Washington  
5 University is increased from 11 percent to 14 percent during the 1997-  
6 99 fiscal biennium. Eastern Washington University shall report by  
7 December 15, 1998, to the appropriate committees of the legislature,  
8 the office of financial management, and the higher education  
9 coordinating board on its implementation of the increased waiver limit.

10 (7) (~~(\$12,000 of the general fund state appropriation for fiscal~~  
11 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
12 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
13 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
14 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
15 ~~approved by the court by August 1, 1998, the amount provided in this~~  
16 ~~subsection shall lapse.~~

17 (~~8~~)) \$62,000 of the general fund--state appropriation for fiscal  
18 year 1999 is provided solely to pay the increased employer funding rate  
19 resulting from the settlement in *Retired State Employees et al. v.*  
20 *State of Washington* (Thurston county superior court cause no. 92-2-  
21 01294-1), as referenced in section 707(1)(d) of this act. If the  
22 stipulated settlement is not approved by the court by August 1, 1998,  
23 the amount provided in this subsection shall lapse.

24 **Sec. 606.** 1998 c 346 s 607 (uncodified) is amended to read as  
25 follows:

26 **FOR CENTRAL WASHINGTON UNIVERSITY**

27	General Fund Appropriation (FY 1998)	. . . . . \$	37,244,000
28	General Fund Appropriation (FY 1999)	. . . . . \$	((38,749,000))
29			<u>38,767,000</u>
30	TOTAL APPROPRIATION	. . . . . \$	((75,993,000))
31			<u>76,011,000</u>

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

34 (1) \$269,000 of the general fund appropriation for fiscal year 1998  
35 and (~~(\$403,000))~~ \$302,000 of the general fund appropriation for fiscal  
36 year 1999 shall be placed in reserve. The office of financial  
37 management shall approve the allotment of amounts under this subsection  
38 upon notification by the higher education coordinating board. These

1 amounts are provided for the preparation of plans and for the  
2 achievement of measurable and specific improvements towards performance  
3 and accountability goals as outlined in section 601(3) of this act.

4 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
5 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
6 provided solely for assessment of student outcomes.

7 (3) \$70,000 of the general fund appropriation for fiscal year 1998  
8 and \$70,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely to recruit and retain minority students and faculty.

10 (4) \$51,000 of the general fund appropriation for fiscal year 1998  
11 and \$51,000 of the general fund appropriation for fiscal year 1999 are  
12 provided solely for competitively offered faculty recruitment and  
13 retention salary adjustments. The college shall provide a report in  
14 their 1999-01 biennial operating budget request submittal on the  
15 effective expenditure of funds for the purposes of this subsection.

16 (5) (~~(\$11,000 of the general fund state appropriation for fiscal~~  
17 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
18 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
19 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
20 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
21 ~~approved by the court by August 1, 1998, the amount provided in this~~  
22 ~~subsection shall lapse.~~

23 (~~6~~)) \$62,000 of the general fund--state appropriation for fiscal  
24 year 1999 is provided solely to pay the increased employer funding rate  
25 resulting from the settlement in *Retired State Employees et al. v.*  
26 *State of Washington* (Thurston county superior court cause no. 92-2-  
27 01294-1), as referenced in section 707(1)(d) of this act. If the  
28 stipulated settlement is not approved by the court by August 1, 1998,  
29 the amount provided in this subsection shall lapse.

30 **Sec. 607.** 1998 c 346 s 608 (uncodified) is amended to read as  
31 follows:

32 **FOR THE EVERGREEN STATE COLLEGE**

33	General Fund Appropriation (FY 1998)	. . . . . \$	20,401,000
34	General Fund Appropriation (FY 1999)	. . . . . \$	((20,596,000))
35			<u>20,496,000</u>
36	TOTAL APPROPRIATION	. . . . . \$	((40,997,000))
37			<u>40,897,000</u>

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

3 (1) \$144,000 of the general fund appropriation for fiscal year 1998  
4 and (~~(\$217,000)~~) \$153,000 of the general fund appropriation for fiscal  
5 year 1999 shall be placed in reserve. The office of financial  
6 management shall approve the allotment of amounts under this subsection  
7 upon notification by the higher education coordinating board. These  
8 amounts are provided for the preparation of plans and for the  
9 achievement of measurable and specific improvements towards performance  
10 and 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) \$47,000 of the general fund appropriation for fiscal year 1998  
15 and \$47,000 of the general fund appropriation for fiscal year 1999 are  
16 provided solely to recruit and retain minority students and faculty.

17 (4) \$29,000 of the general fund appropriation for fiscal year 1998  
18 and \$29,000 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) \$35,000 of the general fund appropriation for fiscal year 1999  
24 is provided solely for the Washington institute for public policy to  
25 conduct a study of college students' employment. The study shall  
26 include, but need not be limited to, matching student enrollment  
27 information with unemployment insurance information. The office of  
28 financial management, higher education coordinating board, state board  
29 for community and technical colleges, and the employment security  
30 department shall assist the institute in the performance of the study.  
31 Results of the study are to be reported to the legislature by January  
32 15, 1999.

33 (6) \$250,000 of the general fund appropriation for fiscal year 1998  
34 is provided solely for equipment and expenses necessary to accommodate  
35 enrollment growth.

36 (~~(7) (\$7,000 of the general fund state appropriation for fiscal~~  
37 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
38 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
39 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~

1 in section 707(1)(c) of this act. If the stipulated settlement is not  
2 approved by the court by August 1, 1998, the amount provided in this  
3 subsection shall lapse.

4 (8)) \$36,000 of the general fund--state appropriation for fiscal  
5 year 1999 is provided solely to pay the increased employer funding rate  
6 resulting from the settlement in *Retired State Employees et al. v.*  
7 *State of Washington* (Thurston county superior court cause no. 92-2-  
8 01294-1), as referenced in section 707(1)(d) of this act. If the  
9 stipulated settlement is not approved by the court by August 1, 1998,  
10 the amount provided in this subsection shall lapse.

11 **Sec. 608.** 1998 c 346 s 609 (uncodified) is amended to read as  
12 follows:

13 **FOR WESTERN WASHINGTON UNIVERSITY**

14	General Fund Appropriation (FY 1998)	. . . . . \$	47,822,000
15	General Fund Appropriation (FY 1999)	. . . . . \$	((48,951,000))
16			<u>48,703,000</u>
17	TOTAL APPROPRIATION	. . . . . \$	((96,773,000))
18			<u>96,525,000</u>

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

21 (1) \$342,000 of the general fund appropriation for fiscal year 1998  
22 and ((~~\$514,000~~)) \$331,000 of the general fund appropriation for fiscal  
23 year 1999 shall be placed in reserve. The office of financial  
24 management shall approve the allotment of amounts under this subsection  
25 upon notification by the higher education coordinating board. These  
26 amounts are provided for the preparation of plans and for the  
27 achievement of measurable and specific improvements towards performance  
28 and accountability goals as outlined in section 601(3) of this act.

29 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
30 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
31 provided solely for assessment of student outcomes.

32 (3) \$93,000 of the general fund appropriation for fiscal year 1998  
33 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
34 provided solely to recruit and retain minority students and faculty.

35 (4) \$66,000 of the general fund appropriation for fiscal year 1998  
36 and \$67,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for competitively offered faculty recruitment and  
38 retention salary adjustments. The university shall provide a report

1 in their 1999-01 biennial operating budget request submittal on the  
2 effective expenditure of funds for the purposes of this subsection.

3 ~~(5) ((\$15,000 of the general fund state appropriation for fiscal~~  
4 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
5 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
6 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
7 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
8 ~~approved by the court by August 1, 1998, the amount provided in this~~  
9 ~~subsection shall lapse.~~

10 ~~(6))~~ \$81,000 of the general fund--state appropriation for fiscal  
11 year 1999 is provided solely to pay the increased employer funding rate  
12 resulting from the settlement in *Retired State Employees et al. v.*  
13 *State of Washington* (Thurston county superior court cause no. 92-2-  
14 01294-1), as referenced in section 707(1)(d) of this act. If the  
15 stipulated settlement is not approved by the court by August 1, 1998,  
16 the amount provided in this subsection shall lapse.

17 **Sec. 609.** 1998 c 346 s 610 (uncodified) is amended to read as  
18 follows:

19 **FOR THE HIGHER EDUCATION COORDINATING BOARD--POLICY COORDINATION AND**  
20 **ADMINISTRATION**

21	General Fund--State Appropriation (FY 1998) . . . . .	\$	2,809,000
22	General Fund--State Appropriation (FY 1999) . . . . .	\$((3,604,000))	
23			<u>3,603,000</u>
24	General Fund--Federal Appropriation . . . . .	\$	704,000
25	TOTAL APPROPRIATION . . . . .	\$((7,117,000))	
26			<u>7,116,000</u>

27 The appropriations in this section are provided to carry out the  
28 accountability, performance measurement, policy coordination, planning,  
29 studies and administrative functions of the board and are subject to  
30 the following conditions and limitations:

31 (1) The board shall set performance targets, review, recommend  
32 changes if necessary, and approve plans defined in section 601(3)(a) of  
33 this act for achieving measurable and specific improvements in academic  
34 years 1997-98 and 1998-99. By October 1, 1997, the board shall notify  
35 the office of financial management to allot institutions' fiscal year  
36 1998 performance funds held in reserve, based upon the adequacy of  
37 plans prepared by the institutions.



1 (2) The board shall develop criteria to assess institutions'  
2 performance and shall use those criteria in determining the allotment  
3 of performance and accountability funds. The board shall evaluate each  
4 institution's achievement of performance targets for the 1997-98  
5 academic year and, by November 15, 1998, the board shall notify the  
6 office of financial management to allot institutions' fiscal year 1999  
7 performance funds held in reserve, based upon each institution's  
8 performance.

9 (3) By January, 1999, the board shall recommend to the office of  
10 financial management and appropriate legislative committees any  
11 recommended additions, deletions, or revisions to the performance and  
12 accountability measures in sections 601(3) of this act as part of the  
13 next master plan for higher education. The recommendations shall be  
14 developed in consultation with the institutions of higher education and  
15 may include additional performance indicators to measure successful  
16 student learning and other student outcomes for possible inclusion in  
17 the 1999-01 operating budget. The recommendations shall include  
18 measures of performance demonstrating specific and measurable  
19 improvements related to distance education and education provided  
20 primarily through technology, to be determined by the board, in  
21 consultation with the institutions of higher education.

22 (4) \$280,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$280,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely for enrollment to implement RCW  
25 28B.80.570 through 28B.80.585 (rural natural resources impact areas).  
26 The number of students served shall be 50 full-time equivalent students  
27 per fiscal year. The board shall ensure that enrollments reported  
28 under this subsection meet the criteria outlined in RCW 28B.80.570  
29 through 28B.80.585.

30 (5) \$70,000 of the general fund--state appropriation for fiscal  
31 year 1998 and \$70,000 of the general fund--state appropriation for  
32 fiscal year 1999 are provided to develop a competency based admissions  
33 system for higher education institutions. The board shall complete the  
34 competency based admissions system and issue a report outlining the  
35 competency based admissions system by January 1999.

36 (6) \$500,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$500,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely for activities related to higher  
39 education facilities planning, project monitoring, and access issues

1 related to capital facilities. Of this amount, \$50,000 is provided for  
2 a study of higher education needs of Okanogan county and surrounding  
3 communities with consideration given to alternative approaches to  
4 educational service delivery, facility expansion, relocation or  
5 partnership, and long-term growth and future educational demands of the  
6 region.

7 (7) \$150,000 of the general fund--state appropriation for fiscal  
8 year 1998 is provided solely as one-time funding for computer upgrades.

9 (8) \$75,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$175,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely to conduct a higher education and  
12 economic assessment of the Spokane area as described in Substitute  
13 Senate Bill No. 6655.

14 (9) \$810,000 of the general fund--state appropriation for fiscal  
15 year 1999 is provided solely to complete the cooperative library  
16 project for the four-year public higher education institutions. Funds  
17 shall be transferred to the University of Washington for one-time  
18 equipment acquisition, ongoing support of the system, and acquisition  
19 of shared electronic journals for use by all the member institutions.

20 ~~(10) ((\$1,000 of the general fund--state appropriation for fiscal~~  
21 ~~year 1999 is provided solely to pay the increased employer funding rate~~  
22 ~~resulting from the settlement in *Burbage et al. v. State of Washington*~~  
23 ~~(Thurston county superior court cause no. 94-2-02560-8), as referenced~~  
24 ~~in section 707(1)(c) of this act. If the stipulated settlement is not~~  
25 ~~approved by the court by August 1, 1998, the amount provided in this~~  
26 ~~subsection shall lapse.~~

27 ~~(11))~~ \$3,000 of the general fund--state appropriation for fiscal  
28 year 1999 is provided solely to pay the increased employer funding rate  
29 resulting from the settlement in *Retired State Employees et al. v.*  
30 *State of Washington* (Thurston county superior court cause no. 92-2-  
31 01294-1), as referenced in section 707(1)(d) of this act. If the  
32 stipulated settlement is not approved by the court by August 1, 1998,  
33 the amount provided in this subsection shall lapse.

34 **Sec. 610.** 1998 c 346 s 611 (uncodified) is amended to read as  
35 follows:

36 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**  
37 **PROGRAMS**

38 General Fund--State Appropriation (FY 1998) . . . \$ 89,606,000

1	General Fund--State Appropriation (FY 1999) . . .	\$	97,232,000
2	General Fund--Federal Appropriation . . . . .	\$	8,278,000
3	Advanced College Tuition Payment Program Account		
4	Appropriation . . . . .	\$	<del>((1,198,000))</del>
5			<u>1,670,000</u>
6	TOTAL APPROPRIATION . . . . .	\$	<del>((196,314,000))</del>
7			<u>196,786,000</u>

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

10       (1) \$527,000 of the general fund--state appropriation for fiscal  
11 year 1998 and \$526,000 of the general fund--state appropriation for  
12 fiscal year 1999 are provided solely for the displaced homemakers  
13 program.

14       (2) \$216,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$220,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely for the western interstate  
17 commission for higher education.

18       (3) \$118,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$118,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided solely for the health personnel resources  
21 plan.

22       (4) \$1,000,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$1,000,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely for the scholarships and loans  
25 program under chapter 28B.115 RCW, the health professional conditional  
26 scholarship program. This amount shall be deposited to the health  
27 professional loan repayment and scholarship trust fund to carry out the  
28 purposes of the program.

29       (5) \$86,783,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$93,728,000 of the general fund--state appropriation for  
31 fiscal year 1999 are provided solely for student financial aid,  
32 including all administrative costs. The amounts in (a), (b), and (c)  
33 of this subsection are sufficient to implement Second Substitute House  
34 Bill No. 1851 (higher education financial aid). Of these amounts:

35       (a) \$67,266,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$73,968,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided solely for the state need grant program.  
38 After April 1 of each fiscal year, up to one percent of the annual

1 appropriation for the state need grant program may be transferred to  
2 the state work study program.

3 (b) \$15,350,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$15,350,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the state work study program.  
6 After April 1 of each fiscal year, up to one percent of the annual  
7 appropriation for the state work study program may be transferred to  
8 the state need grant program;

9 (c) \$2,420,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$2,420,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely for educational opportunity  
12 grants. For the purpose of establishing eligibility for the equal  
13 opportunity grant program for placebound students under RCW  
14 28B.101.020, Thurston county lies within the branch campus service area  
15 of the Tacoma branch campus of the University of Washington;

16 (d) A maximum of 2.1 percent of the general fund--state  
17 appropriation for fiscal year 1998 and 2.1 percent of the general  
18 fund--state appropriation for fiscal year 1999 may be expended for  
19 financial aid administration, excluding the four percent state work  
20 study program administrative allowance provision;

21 (e) \$230,000 of the general fund--state appropriation for fiscal  
22 year 1998 and \$201,000 of the general fund--state appropriation for  
23 fiscal year 1999 are provided solely for the educator's excellence  
24 awards. Any educator's excellence moneys not awarded by April 1st of  
25 each year may be transferred by the board to either the Washington  
26 scholars program or, in consultation with the workforce training and  
27 education coordinating board, to the Washington award for vocational  
28 excellence;

29 (f) \$1,011,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$1,265,000 of the general fund--state appropriation for  
31 fiscal year 1999 are provided solely to implement the Washington  
32 scholars program. Any Washington scholars program moneys not awarded  
33 by April 1st of each year may be transferred by the board to either the  
34 educator's excellence awards or, in consultation with the workforce  
35 training and education coordinating board, to the Washington award for  
36 vocational excellence;

37 (g) \$456,000 of the general fund--state appropriation for fiscal  
38 year 1998 and \$474,000 of the general fund--state appropriation for  
39 fiscal year 1999 are provided solely to implement Washington award for

1 vocational excellence program. Any Washington award for vocational  
2 program moneys not awarded by April 1st of each year may be transferred  
3 by the board to either the educator's excellence awards or the  
4 Washington scholars program;

5 (h) \$51,000 of the general fund--state appropriation for fiscal  
6 year 1998 and \$51,000 of the general fund--state appropriation for  
7 fiscal year 1999 are provided solely for community scholarship matching  
8 grants of \$2,000 each. To be eligible for the matching grant, a  
9 nonprofit community organization organized under section 501(c)(3) of  
10 the internal revenue code must demonstrate that it has raised \$2,000 in  
11 new moneys for college scholarships after the effective date of this  
12 act. No organization may receive more than one \$2,000 matching grant;  
13 and

14 (6) \$412,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,198,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely for working capital for the  
17 advanced tuition payment program. The funds provided in this  
18 subsection may be expended only to the extent that revenue from  
19 application fees and interest earnings deposited in the advanced  
20 college tuition payment program account are insufficient to support  
21 program operation. Prior to the end of fiscal year 1999, expenditures  
22 shall be transferred between funds to the extent that program  
23 application fees and interest earnings are available to minimize the  
24 expenditure from the general fund.

25 (7) \$187,000 of the general fund--state appropriation for fiscal  
26 year 1998 and \$188,000 of the general fund--state appropriation for  
27 fiscal year 1999 are provided solely for a demonstration project in the  
28 1997-99 biennium to provide undergraduate fellowships based upon the  
29 graduate fellowship program.

30 (8) Funding is provided in this section for the development of  
31 three models for tuition charges for distance learning programs.  
32 Institutions involved in distance education or extended learning shall  
33 provide information to the board on the usage, cost, and revenue  
34 generated by such programs.

35 (End of part)

PART VII  
SPECIAL APPROPRIATIONS

Sec. 701. 1998 c 346 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)	\$	448,355,000
General Fund Appropriation (FY 1999)	\$	<del>((484,005,000))</del>
		<u>478,444,000</u>
General Fund Bonds Subject to the Limit Bond		
Retirement Account Appropriation	\$	<del>((932,360,000))</del>
		<u>926,799,000</u>
TOTAL APPROPRIATION	\$	<del>((1,864,720,000))</del>
		<u>1,853,598,000</u>

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. 1998 c 346 s 702 (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)	\$	23,186,000
General Fund Appropriation (FY 1999)	\$	<del>((25,642,000))</del>
		<u>25,626,000</u>
General Fund Bonds Excluded from the Limit		
Bond Retirement Account Appropriation	\$	<del>((48,828,000))</del>
		<u>48,812,000</u>
Reimbursable Bonds Excluded from the Limit Bond		
Retirement Account Appropriation	\$	104,933,000
Reimbursable Bonds Subject to the Limit Bond		
Retirement Account Appropriation	\$	2,264,000
TOTAL APPROPRIATION	\$	<del>((204,853,000))</del>
		<u>204,821,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The general fund appropriation is for  
3 deposit into the general fund bonds excluded from the limit bond  
4 retirement account.

5 NEW SECTION. **Sec. 703.** A new section is added to 1997 c 149  
6 (uncodified) to read as follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--AGRICULTURAL SCHOOLS TRUST**  
8 **LANDS.** The sum of twenty million dollars is appropriated from the  
9 general fund for fiscal year 1999 to the office of financial management  
10 for settlement of claims relating to moneys used by the department of  
11 natural resources for management of the agricultural schools trust  
12 lands. This appropriation is contingent upon release of claims against  
13 the department of natural resources and the state of Washington  
14 pertaining to the Morrill act. The total cost of the settlement shall  
15 not exceed the amount appropriated in this section. If such release is  
16 not executed by June 30, 1999, the appropriation in this section shall  
17 lapse.

18 NEW SECTION. **Sec. 704.** A new section is added to 1997 c 149  
19 (uncodified) to read as follows:

20 **FOR THE DISASTER RESPONSE ACCOUNT.** The sum of three million  
21 dollars is appropriated for the fiscal year ending June 30, 1999, from  
22 the general fund to the disaster response account for the purpose of  
23 creating a contingency pool to fund fire-related costs. Allocations  
24 may be provided from the disaster response account for fire  
25 mobilization costs or fire suppression costs in excess of the amounts  
26 appropriated for these purposes.

27 NEW SECTION. **Sec. 705.** A new section is added to 1997 c 149  
28 (uncodified) to read as follows:

29 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--FIRE-RELATED CONTINGENCY**  
30 **COSTS.** The sum of three million dollars is appropriated from the  
31 disaster response account for the purpose of making allocations for  
32 fire mobilization costs or fire suppression costs in excess of the  
33 amounts appropriated for these purposes.

34 NEW SECTION. **Sec. 706.** A new section is added to 1997 c 149  
35 (uncodified) to read as follows:

1           **FOR THE COMMUNITY AND TECHNICAL COLLEGES CAPITAL PROJECTS ACCOUNT.**

2 The sum of thirty million dollars is appropriated for the fiscal year  
3 ending June 30, 1999, from the general fund to the community and  
4 technical colleges capital projects account for system-wide minor  
5 repairs and replacement of portable buildings.

6           NEW SECTION.   **Sec. 707.** A new section is added to 1997 c 149  
7 (uncodified) to read as follows:

8           **FOR THE FAIR FUND.** The sum of six million dollars is appropriated  
9 for the fiscal year ending June 30, 1999, from the general fund to the  
10 fair fund for the purposes set forth under RCW 15.76.115. Of this  
11 amount, up to two million dollars shall be allotted from the fair fund  
12 for each of the fiscal years ending June 30, 1999, June 30, 2000, and  
13 June 30, 2001.

14           NEW SECTION.   **Sec. 708.** A new section is added to 1997 c 149  
15 (uncodified) to read as follows:

16           **FOR THE DEVELOPMENTAL DISABILITIES ENDOWMENT TRUST FUND.** The sum  
17 of five million dollars is appropriated for the fiscal year ending June  
18 30, 1999, from the general fund to the developmental disabilities  
19 endowment trust fund, solely for implementation of sections 4, 5, and  
20 7 of Substitute Senate Bill No. 5693. If sections 4, 5, and 7 of the  
21 bill are not enacted by June 30, 1999, the amount appropriated in this  
22 section shall lapse.

23           **Sec. 709.** 1998 c 346 s 704 (uncodified) is amended to read as  
24 follows:

25 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 ALLOCATIONS**

26	General Fund--Federal Appropriation . . . . .	\$	2,883,000
27	Liquor Revolving Account Appropriation . . . . .	\$	131,000
28	Health Care Authority Administrative Account		
29	Appropriation . . . . .	\$	631,000
30	Accident Account Appropriation . . . . .	\$	1,102,000
31	Medical Aid Account Appropriation . . . . .	\$	1,102,000
32	Unemployment Compensation Administration Account--		
33	Federal Appropriation . . . . .	\$	1,313,000
34	Employment Services Administrative Account		
35	Appropriation . . . . .	\$	461,000
36	Forest Development Account Appropriation . . . . .	\$	156,000



1	Off Road Vehicle Account Appropriation . . . . .	\$	7,000
2	Surveys and Maps Account Appropriation . . . . .	\$	1,000
3	Aquatic Lands Enhancement Account Appropriation . . . . .	\$	8,000
4	Resource Management Cost Account Appropriation . . . . .	\$	348,000
5	TOTAL APPROPRIATION . . . . .	\$	8,143,000

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

8 (1) The appropriations will be allocated by the office of financial  
9 management to agencies to complete Year 2000 date conversion  
10 maintenance on their computer systems. Agencies shall submit their  
11 estimated costs of conversion to the office of financial management by  
12 July 1, 1997.

13 (2) Up to \$10,000,000 of the cash balance of the data processing  
14 revolving account may be expended on agency Year 2000 date conversion  
15 costs, embedded chips, and contingency activities. The \$10,000,000  
16 will be taken from the cash balances of the data processing revolving  
17 account's two major users, as follows: \$7,000,000 from the department  
18 of information services and \$3,000,000 from the office of financial  
19 management. The office of financial management in consultation with  
20 the department of information services shall allocate these funds as  
21 needed to complete the date conversion projects.

22 (3) Agencies receiving these allocations shall report at a minimum  
23 to the information services board and to the governor every six months  
24 on the progress of Year 2000 maintenance efforts.

25 **Sec. 710.** 1998 c 346 s 705 (uncodified) is amended to read as  
26 follows:

27 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONVERSION**

28	General Fund Appropriation (FY 1998) . . . . .	\$	233,000
29	General Fund Appropriation (FY 1999) . . . . .	\$	33,000
30	Hospital Commission Account Appropriation . . . . .	\$	115,000
31	Architects' License Account Appropriation . . . . .	\$	3,000
32	Professional Engineers' Account Appropriation . . . . .	\$	9,000
33	Real Estate Commission Account Appropriation . . . . .	\$	24,000
34	Health Professions Account Appropriation . . . . .	\$	275,000
35	Master License Account Appropriation . . . . .	\$	70,000
36	Safe Drinking Water Account Appropriation . . . . .	\$	50,000
37	Uniform Commercial Code Account Appropriation . . . . .	\$	11,000
38	Unemployment Compensation Administration Account--		

1	Federal Appropriation . . . . .	\$	3,245,000
2	Department of Retirement Systems Expense Account		
3	Appropriation . . . . .	\$	890,000
4	Health Services Account Appropriation . . . . .	\$	254,000
5	TOTAL APPROPRIATION . . . . .	\$	5,212,000

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

8 (1) The appropriations will be allocated by the office of financial  
9 management to agencies to perform Year 2000 date conversion maintenance  
10 on their computer systems, embedded chips, and contingency activities  
11 and are provided solely for these purposes.

12 (2) Agencies receiving these allocations shall report at a minimum  
13 to the information services board and to the governor every six months  
14 on the progress of Year 2000 maintenance efforts.

15 **Sec. 711.** 1998 c 346 s 706 (uncodified) is amended to read as  
16 follows:

17 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONTINGENCY POOL**

18	General Fund Appropriation (FY 1998) . . . . .	\$	800,000
19	General Fund Appropriation (FY 1999) . . . . .	\$	4,200,000
20	Year 2000 Contingency Revolving Account		
21	Appropriation . . . . .	\$	5,000,000
22	TOTAL APPROPRIATION . . . . .	\$	10,000,000

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

25 (1) The appropriations will be allocated by the office of financial  
26 management, in consultation with the department of information systems  
27 or the department of general administration, to agencies to perform  
28 Year 2000 maintenance on their computer systems, embedded chips, and  
29 contingency activities and are provided solely for these purposes.

30 (2) To facilitate the transfer of moneys from dedicated funds and  
31 accounts, the state treasurer is directed to transfer sufficient moneys  
32 from each dedicated fund or account to the Year 2000 contingency  
33 revolving account, hereby created in the state treasury, in accordance  
34 with schedules provided by the office of financial management for  
35 additional Year 2000 maintenance on their computer systems.

1 (3) All agencies that receive these allocations will report upon  
2 request throughout the biennium to the information services board and  
3 to the governor on the progress of Year 2000 maintenance efforts.

4 **Sec. 712.** 1998 c 346 s 707 (uncodified) is amended to read as  
5 follows:

6 **FOR THE GOVERNOR--COMPENSATION--INSURANCE BENEFITS**

7	General Fund--State Appropriation (FY 1998) . . . \$	823,000
8	General Fund--State Appropriation (FY 1999) . . . \$	((8,355,000))
9		<u>8,025,000</u>
10	General Fund--Federal Appropriation . . . . . \$	((3,152,000))
11		<u>3,039,000</u>
12	General Fund--Private/Local Appropriation . . . . \$	((190,000))
13		<u>183,000</u>
14	Salary and Insurance Increase Revolving Account	
15	Appropriation . . . . . \$	((7,081,000))
16		<u>6,827,000</u>
17	TOTAL APPROPRIATION . . . . . \$	((19,601,000))
18		<u>18,897,000</u>

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

21 (1)(a) The monthly employer funding rate for insurance benefit  
22 premiums shall not exceed \$312.35 per eligible employee for fiscal year  
23 1998, and \$331.31 for fiscal year 1999.

24 (b) The monthly employer funding rate for the operating costs of  
25 the health care authority shall not exceed \$4.99 per eligible employee  
26 for fiscal year 1998, and \$4.67 for fiscal year 1999.

27 ~~(c) ((An additional \$1.12 per eligible employee shall be included  
28 in the employer funding rate for fiscal year 1999 to increase life  
29 insurance coverage in accordance with the stipulated settlement in  
30 *Burbage et al. v. State of Washington* (Thurston county superior court  
31 cause no. 94-2-02560-8). \$330,000 of the fiscal year 1999 general  
32 fund--state appropriation, \$113,000 of the general fund--federal  
33 appropriation, \$7,000 of the general fund--private/local appropriation,  
34 and \$254,000 of the salary and insurance increase revolving account  
35 appropriation are provided solely for the additional \$1.12 employer  
36 funding rate. If the stipulated settlement is not approved by August  
37 1, 1998, these amounts shall lapse.~~

1       ~~(d)~~) An additional \$5.77 per eligible employee shall be included  
2 in the employer funding rate for fiscal year 1999 to begin repaying the  
3 public employees' and retirees' insurance account for any claims paid  
4 as a result of a court-approved stipulated settlement in *Retired State*  
5 *Employees et al. v. State of Washington* (Thurston county superior court  
6 cause no. 92-2-01294-1). \$1,768,000 of the fiscal year 1999 general  
7 fund--state appropriation, \$608,000 of the general fund--federal  
8 appropriation, \$37,000 of the general fund--private/local  
9 appropriation, and \$1,362,000 of the salary and insurance increase  
10 revolving account appropriation are provided solely for the additional  
11 \$5.77 employer funding rate. If the stipulated settlement is not  
12 approved by August 1, 1998, these amounts shall lapse.

13       ~~((e))~~ (d) Surplus moneys accruing to the public employees' and  
14 retirees' insurance account due to lower-than-projected insurance costs  
15 may not be reallocated by the health care authority to increase the  
16 actuarial value of public employee insurance plans. Such funds shall  
17 be held in reserve in the public employees' and retirees' insurance  
18 account and may not be expended without prior legislative  
19 authorization.

20       ~~((f))~~ (e) In order to achieve the level of funding provided for  
21 health benefits, the public employees' benefits board may require  
22 employee premium co-payments, increase point-of-service cost sharing,  
23 and/or implement managed competition.

24       (2) To facilitate the transfer of moneys from dedicated funds and  
25 accounts, the state treasurer is directed to transfer sufficient moneys  
26 from each dedicated fund or account to the special fund salary and  
27 insurance contribution increase revolving fund in accordance with  
28 schedules provided by the office of financial management.

29       (3) The health care authority, subject to the approval of the  
30 public employees' benefits board, shall provide subsidies for health  
31 benefit premiums to eligible retired or disabled public employees and  
32 school district employees who are eligible for parts A and B of  
33 medicare, pursuant to RCW 41.05.085. From January 1, 1998, through  
34 December 31, 1998, the subsidy shall be \$41.26 per month. Starting  
35 January 1, 1999, the subsidy shall be \$43.16 per month.

36       (4) Technical colleges, school districts, and educational service  
37 districts shall remit to the health care authority for deposit in the  
38 public employees' and retirees' insurance account established in RCW  
39 41.05.120:

1 (a) For each full-time employee, \$14.80 per month beginning  
2 September 1, 1997;

3 (b) For each part-time employee who, at the time of the remittance,  
4 is employed in an eligible position as defined in RCW 41.32.010 or  
5 41.40.010 and is eligible for employer fringe benefit contributions for  
6 basic benefits, \$14.80 each month beginning September 1, 1997, prorated  
7 by the proportion of employer fringe benefit contributions for a full-  
8 time employee that the part-time employee receives.

9 The remittance requirements specified in this subsection shall not  
10 apply to employees of a technical college, school district, or  
11 educational service district who purchase insurance benefits through  
12 contracts with the health care authority.

13 (5) The salary and insurance increase revolving account  
14 appropriation includes amounts sufficient to fund health benefits for  
15 ferry workers at the premium levels specified in subsection (1) of this  
16 section, consistent with the 1997-99 transportation appropriations act.

17 **Sec. 713.** 1998 c 346 s 710 (uncodified) is amended to read as  
18 follows:

19 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMPENSATION ACTIONS OF**  
20 **PERSONNEL RESOURCES BOARD**

21	General Fund--State Appropriation (FY 1998) . . . . .	\$	5,289,000
22	General Fund--State Appropriation (FY 1999) . . . . .	\$	10,642,000
23	General Fund--Federal Appropriation . . . . .	\$	<del>((2,777,000))</del>
24			<u>2,803,000</u>
25	Salary and Insurance Increase Revolving		
26	Account Appropriation . . . . .	\$	<del>((6,085,000))</del>
27			<u>6,059,000</u>
28	TOTAL APPROPRIATION . . . . .	\$	24,793,000

29 The appropriations in this section shall be expended solely for the  
30 purposes designated in this section and are subject to the conditions  
31 and limitations in this section.

32 (1) Funding is provided to fully implement the recommendations of  
33 the Washington personnel resources board consistent with the provisions  
34 of chapter 319, Laws of 1996.

35 (2) Implementation of the salary adjustments for the various  
36 clerical classes, physicians, dental classifications, pharmacists,  
37 maintenance custodians, medical records technicians, fish/wildlife  
38 biologists, fish/wildlife enforcement, habitat technicians, and fiscal

1 technician classifications will be effective July 1, 1997.  
2 Implementation of the salary adjustments for safety classifications,  
3 park rangers, park aides, correctional officers/sergeants, community  
4 corrections specialists, tax information specialists, industrial  
5 relations specialists, electrical classifications at the department of  
6 labor and industries, fingerprint technicians, some labor relations  
7 classifications, health benefits specialists, foresters/land managers,  
8 and liquor enforcement officers will be effective July 1, 1998.

9       **Sec. 714.** 1997 c 149 s 713 (uncodified) is amended to read as  
10 follows:

11 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--CONTRIBUTIONS TO RETIREMENT**  
12 **SYSTEMS**

13       The appropriations in this section are subject to the following  
14 conditions and limitations: The (~~appropriations~~) state contributions  
15 to the law enforcement officers' and fire fighters' retirement system  
16 shall be made on a monthly basis consistent with chapter 41.45 RCW.

17       (1) There is appropriated for state contributions to the law  
18 enforcement officers' and fire fighters' retirement system:

19	General Fund Appropriation (FY 1998)	. . . . . \$	68,350,000
20	General Fund Appropriation (FY 1999)	. . . . . \$	<del>((72,750,000))</del>
21			<u>71,350,000</u>

22       Of the appropriations in this subsection, \$50,000 of the general  
23 fund fiscal year 1998 appropriation and \$50,000 of the general fund  
24 fiscal year 1999 appropriation are provided solely for House Bill No.  
25 1099 (LEOFF retirement plan I). If the bill is not enacted by June 30,  
26 1997, these amounts shall lapse.

27       (2) There is appropriated for contributions to the judicial  
28 retirement system:

29	General Fund Appropriation (FY 1998)	. . . . . \$	8,500,000
30	General Fund Appropriation (FY 1999)	. . . . . \$	8,500,000

31       (3) There is appropriated for contributions to the judges  
32 retirement system:

33	General Fund Appropriation (FY 1998)	. . . . . \$	750,000
34	General Fund Appropriation (FY 1999)	. . . . . \$	750,000
35	TOTAL APPROPRIATION	. . . . . \$	<del>((159,600,000))</del>
36			<u>158,200,000</u>

1        NEW SECTION.    **Sec. 715.**    A new section is added to 1997 c 149  
2 (uncodified) to read as follows:

3        **FOR SUNDRY CLAIMS.**    The following sums, or so much thereof as may  
4 be necessary, are appropriated from the general fund, unless otherwise  
5 indicated, for relief of various individuals, firms, and corporations  
6 for sundry claims.    These appropriations are to be disbursed on  
7 vouchers approved by the director of general administration, except as  
8 otherwise provided, as follows:

9        (1) Reimbursement of criminal defendants acquitted on the basis of  
10 self-defense, pursuant to RCW 9A.16.110:

11	(a) Heather S. Lausten, claim number SCJ 98-02	\$ 2,089
12	(b) Michael A. McGee, claim number SCJ 98-03	\$ 10,364
13	(c) Arthur Watkins, claim number SCJ 98-05	\$ 2,767
14	(d) Lukes Markishtum, claim number SCJ 98-06	\$ 3,832
15	(e) Francesco Cozza, claim number SCJ 98-07	\$ 10,862
16	(f) Jason Brown, claim number SCJ 98-08	\$ 21,093
17	(g) Darius Deshields, claim number SCJ 98-10	\$ 4,000
18	(h) Justin D. Rogers, claim number SCJ 98-11	\$ 52,114
19	(i) Justin Anderson, claim number SCJ 98-12	\$ 3,769
20	(j) R. L. Heaverlo, claim number SCJ 98-13	\$ 2,145
21	(k) James A. Patten, claim number SCJ 98-14	\$ 6,963
22	(l) Robert S. Cain, claim number SCJ 98-15	\$ 2,169
23	(m) Jason Near, claim number SCJ 98-16	\$ 4,304
24	(n) Michael Fontana, claim number SCJ 98-17	\$ 3,201
25	(o) Hillel Schwartz, claim number SCJ 98-18	\$ 5,758
26	(p) Thomas H. Von Muller, claim number SCJ 99-01	\$ 17,941
27	(q) Dean Montgomery, claim number SCJ 99-03	\$ 2,432
28	(r) Douglas H. Jones, claim number SCJ 99-05	\$ 17,116
29	(s) Jack Zimmerman; George A. Bomar; George W. Bomar,	
30	claim number SCJ 99-06	\$ 9,718

31        (2) Payment from the state wildlife account for damage to crops by  
32 wildlife, pursuant to RCW 77.36.040:

33	(a) Gordon Sylvester, claim number SCG 98-03	\$ 6,925
34	(b) Northwestern Fruit & Produce Company,	
35	claim number SCG 99-01	\$ 30,040

36        **Sec. 716.**    1998 c 346 s 714 (uncodified) is amended to read as  
37 follows:

1 **FOR THE STATE TREASURER--FOR THE MUNICIPAL CRIMINAL JUSTICE ASSISTANCE**  
2 **ACCOUNT**

3 Impaired Driving Safety Account Appropriation . . . \$ 480,000

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

6 (1) The amount appropriated in this section shall be distributed  
7 ((in accordance with RCW 82.14.320)) to all cities ratably based on  
8 population as last determined by the office of financial management.  
9 The distributions to any city that substantially decriminalizes or  
10 repeals its criminal code after July 1, 1990, and that does not  
11 reimburse the county for costs associated with criminal cases under RCW  
12 3.50.800 or 3.50.805(2), shall be made to the county in which the city  
13 is located. \$240,000 of the appropriation shall be distributed in  
14 January 1999 and the remaining \$240,000 of the appropriation shall be  
15 distributed in April 1999. This funding is provided to cities for the  
16 costs of implementing criminal justice legislation including, but not  
17 limited to, Substitute House Bill No. 2885 (drunk driving penalties),  
18 Second Substitute House Bill No. 3070 (DUI penalties), Second  
19 Substitute House Bill No. 3089 (deferred prosecution), Engrossed Senate  
20 Bill No. 6142 (DUI/license suspension), Engrossed Substitute Senate  
21 Bill No. 6165 (ignition interlock violations), Engrossed Substitute  
22 Senate Bill No. 6166 (DUI penalties), Engrossed Substitute Senate Bill  
23 No. 6187 (DUI penalties), Engrossed Senate Bill No. 6257 (intoxication  
24 levels lowered), and Engrossed Second Substitute Senate Bill No. 6293  
25 (DUI penalties).

26 (2) To implement the 1999 amendments to this section, the state  
27 treasurer shall determine the amount of the April 1999 distribution to  
28 each city in the following manner:

29 (a) The state treasurer shall determine the amount of the total  
30 appropriation that would have been distributed to each city if both the  
31 January 1999 and April 1999 distributions were made ratably based on  
32 population;

33 (b) The state treasurer shall deduct from the amounts calculated  
34 under (a) of this subsection the amount received by each city in the  
35 January 1999 distribution;

36 (c) The amount to be distributed to each city shall be the amount  
37 calculated under subsection (b) of this section if that amount is  
38 greater than zero; and



1 (d) If the appropriation in this section is inadequate to  
2 distribute the amounts calculated under (c) of this subsection, the  
3 amounts distributed to each city shall be ratably reduced.

4 (End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 1998 c 346 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))
		<u>5,645,404</u>
General Fund Appropriation for public utility		
district excise tax distribution . . . . .	\$	((35,183,803))
		<u>32,201,185</u>
General Fund Appropriation for prosecuting attorneys		
salaries . . . . .	\$	((2,960,000))
		<u>2,879,908</u>
General Fund Appropriation for motor vehicle excise		
tax distribution . . . . .	\$	((84,721,573))
		<u>60,839,289</u>
<u>City Police and Fire Protection Assistance Account</u>		
<u>Appropriation . . . . .</u>	<u>\$</u>	<u>23,882,284</u>
General Fund Appropriation for local mass transit		
assistance . . . . .	\$	((383,208,166))
		<u>284,666,379</u>
General Fund Appropriation for camper and travel		
trailer excise tax distribution . . . . .	\$	((3,904,937))
		<u>3,779,292</u>
General Fund Appropriation for boating		
safety/education and law enforcement		
distribution . . . . .	\$	((3,616,000))
		<u>3,750,381</u>
Aquatic Lands Enhancement Account Appropriation		
for harbor improvement revenue distribution .	\$	((142,000))
		<u>152,342</u>
Liquor Excise Tax Account Appropriation for liquor		
excise tax distribution . . . . .	\$	((22,287,746))
		<u>24,134,742</u>
Liquor Revolving Fund Appropriation for liquor		

1	profits distribution . . . . .	\$	((36,989,000))
2			<u>50,199,076</u>
3	Timber Tax Distribution Account Appropriation		
4	for distribution to "Timber" counties . . . . .	\$	((107,146,000))
5			<u>85,930,224</u>
6	Municipal Sales and Use Tax Equalization Account		
7	Appropriation . . . . .	\$	((66,860,014))
8			<u>67,308,480</u>
9	County Sales and Use Tax Equalization Account		
10	Appropriation . . . . .	\$	((11,843,224))
11			<u>11,183,832</u>
12	Death Investigations Account Appropriation for		
13	distribution to counties for publicly funded		
14	autopsies . . . . .	\$	((1,266,000))
15			<u>1,365,401</u>
16	County Criminal Justice Account Appropriation . . . . .	\$	81,354,471
17	Municipal Criminal Justice Account		
18	Appropriation . . . . .	\$	32,522,450
19	County Public Health Account Appropriation . . . . .	\$	((44,279,086))
20			<u>49,012,899</u>
21	TOTAL APPROPRIATION . . . . .	\$	((924,901,720))
22			<u>820,808,039</u>

23 The total expenditures from the state treasury under the  
24 appropriations in this section shall not exceed the funds available  
25 under statutory distributions for the stated purposes.

26 **Sec. 802.** 1998 c 346 s 802 (uncodified) is amended to read as  
27 follows:

28 **WILDLIFE ACCOUNT LOAN.** On June 30, 1998, the state treasurer shall  
29 lend three million five hundred thousand dollars from the state general  
30 fund to the wildlife account. Expenditure of funds is dependent upon  
31 the following conditions:

32 (1) By April 17, 1998, the department of fish and wildlife shall  
33 submit an expenditure reduction plan for the 1997-99 biennium for the  
34 state wildlife account to the office of financial management, the  
35 senate ways and means committee, and the house of representatives  
36 appropriations committee. The plan shall specify positions to be  
37 eliminated by program. The reductions shall be limited to activities  
38 currently funded by the wildlife account.

1 (2) By April 17, 1998, the department of fish and wildlife shall  
2 submit a list of properties proposed for sale, with a site description  
3 of each property, to the office of financial management, the senate  
4 ways and means committee, and the house of representatives  
5 appropriations committee.

6 (3) Beginning with the fourth quarter of fiscal year 1998, the  
7 department of fish and wildlife shall submit quarterly revenue and  
8 expenditure reports for the wildlife account to the office of financial  
9 management, the senate ways and means committee, and the house of  
10 representatives appropriations committee.

11 (4) The department of fish and wildlife shall develop, with the  
12 office of financial management and the department of revenue, a model  
13 for forecasting revenues to the state wildlife account. This forecast  
14 shall be incorporated into the quarterly revenue and expenditure  
15 reports.

16 (5) By (~~November 1, 1998~~) June 30, 1999, the department of fish  
17 and wildlife shall submit a six-year financial plan for the state  
18 wildlife account for fiscal years 1999-05 to the office of financial  
19 management, the senate ways and means committee, and the house of  
20 representatives appropriations committee. The plan shall include  
21 repayment of this loan by June 30, 2001.

22 Failure to comply with the terms and conditions of this section  
23 shall cause the loan to be immediately payable.

24 **Sec. 803.** 1997 c 149 s 802 (uncodified) is amended to read as  
25 follows:

26 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**

27 Forest Reserve Fund Appropriation for federal forest	
28 reserve fund distribution . . . . .	\$ ((58,801,910))
29	<u>56,515,669</u>
30 General Fund Appropriation for federal flood control	
31 funds distribution . . . . .	\$ 4,000
32 General Fund Appropriation for federal grazing fees	
33 distribution . . . . .	\$ ((52,000))
34	<u>22,102</u>
35 General Fund Appropriation for distribution of	
36 federal funds to counties in conformance with	
37 P.L. 97-99 Federal Aid to Counties . . . . .	\$ ((885,916))
38	<u>1,629,491</u>

1 TOTAL APPROPRIATION . . . . . \$ ((59,743,826))  
2 58,171,262

3 The total expenditures from the state treasury under the  
4 appropriations in this section shall not exceed the funds available  
5 under statutory distributions for the stated purposes.

6 **Sec. 804.** 1998 c 346 s 803 (uncodified) is amended to read as  
7 follows:

8 **FOR THE STATE TREASURER--TRANSFERS**

9 General Fund: For transfer to the Water Quality  
10 Account . . . . . \$ ((28,595,900))  
11 29,379,600

12 General Fund: For transfer to the Flood Control  
13 Assistance Account . . . . . \$ 4,000,000

14 State Convention and Trade Center Account: For  
15 transfer to the State Convention and Trade  
16 Center Operations Account . . . . . \$ ((3,877,000))  
17 0

18 Water Quality Account: For transfer to the Water  
19 Pollution Control Account. Transfers shall be  
20 made at intervals coinciding with deposits of  
21 federal capitalization grant money into the  
22 account. The amounts transferred shall not  
23 exceed the match required for each federal  
24 deposit . . . . . \$ 21,688,000

25 State Treasurer's Service Account: For transfer to  
26 the general fund on or before June 30, 1999 an  
27 amount up to \$3,600,000 in excess of the cash  
28 requirements of the State Treasurer's Service  
29 Account . . . . . \$ 3,600,000

30 Public Works Assistance Account: For transfer to  
31 the Drinking Water Assistance Account . . . . \$ 9,949,000

32 County Sales and Use Tax Equalization Account:  
33 For transfer to the County Public Health  
34 Account . . . . . \$ ((2,191,498))  
35 2,146,222

36 (End of part)

1 **PART IX**  
2 **MISCELLANEOUS**

3 **Sec. 901.** 1998 c 347 s 53 (uncodified) is amended to read as  
4 follows:

5 **ACQUISITION OF PROPERTIES AND FACILITIES THROUGH FINANCIAL**  
6 **CONTRACTS.** The following agencies may enter into financial contracts,  
7 paid for from operating revenues, for the purposes indicated and in not  
8 more than the principal amounts indicated, plus financing expenses and  
9 required reserves pursuant to chapter 39.94 RCW. When securing  
10 properties under this section, agencies shall use the most economical  
11 financial contract option available, including long-term leases, lease-  
12 purchase agreements, lease-development with option to purchase  
13 agreements or financial contracts using certificates of participation.  
14 The director of general administration shall ensure that the clustering  
15 of state facilities and the collocation and consolidation of state  
16 agencies take place where such configurations are economical and  
17 consistent with agency space needs. Agencies shall assist the  
18 department of general administration with facility collocation and  
19 consolidation efforts.

20 State agencies may enter into agreements with the department of  
21 general administration and the state treasurer's office to develop  
22 requests to the legislature for acquisition of properties and  
23 facilities through financial contracts. The agreements may include  
24 charges for services rendered.

25 (1) Department of general administration:

26 (a) Enter into a financing contract in the amount of \$8,804,000  
27 plus financing expenses and required reserves pursuant to chapter 39.94  
28 RCW, to purchase an existing office building and associated land in  
29 Yakima for use by the department of social and health services.

30 (b) Enter into a financing contract in the amount of \$2,874,100  
31 plus financing expenses and required reserves pursuant to chapter 39.94  
32 RCW, to purchase and renovate the old federal building and associated  
33 land in Olympia for use by the secretary of state.

34 (c) Enter into a financing contract in the amount of \$6,990,000  
35 plus financing expenses and required reserves pursuant to chapter 39.94  
36 RCW, to buy out the lease and make improvements to the old Thurston

1 county courthouse for use by the office of attorney general. The  
2 department of general administration shall advise and assist the office  
3 of attorney general on space and functional planning to improve the  
4 efficient use of the facility.

5 (2) Liquor control board:

6 Enter into a long-term lease for a headquarters office in Thurston  
7 County for approximately 46,000 square feet.

8 (3) Department of corrections:

9 (a) Enter into a long-term ground lease (~~((for 17 acres in the  
10 Tacoma tide flats property from the Puyallup Nation))~~ or a long-term  
11 lease with a purchase option for development of the ((400-bed)) Tacoma  
12 prerelease facility for approximately \$360,000 per annum. ((Prior to  
13 entering into the lease, the department shall obtain written  
14 confirmation from the city of Tacoma and Pierce county that the  
15 prerelease facility planned for the site meets all land use,  
16 environmental protection, and community notification requirements that  
17 would apply to the facility if the land was not owned by the Puyallup  
18 nation.))

19 (b) Enter into a financing contract on behalf of the department of  
20 corrections in the amount of \$14,736,900 plus financing expenses and  
21 required reserves pursuant to chapter 39.94 RCW to construct a 400-bed  
22 Tacoma prerelease facility. The department of corrections shall comply  
23 with all land use, environmental protection, and community notification  
24 statutes, regulations, and ordinances in the construction and operation  
25 of this facility.

26 (c) Lease-develop with the option to purchase or lease-purchase  
27 approximately 100 work release beds in facilities throughout the state  
28 for \$5,000,000.

29 (d) Enter into a financing contract on behalf of the department of  
30 corrections in the amount of \$396,369 plus financing expenses and  
31 required reserves pursuant to chapter 39.94 RCW to construct a dairy  
32 barn at the Monroe farm.

33 (e) Enter into a financing contract on behalf of the department of  
34 corrections in the amount of \$2,100,000 plus financing expenses and  
35 required reserves pursuant to chapter 39.94 RCW to purchase or  
36 construct a correctional industries transportation services warehouse.

37 (4) Community and technical colleges:

38 (a) Enter into a financing contract on behalf of Whatcom Community  
39 College in the amount of \$800,000 plus financing expenses and required

1 reserves pursuant to chapter 39.94 RCW to develop a childcare center  
2 costing \$2,410,000. The balance of project cost will be a combination  
3 of local capital funds and nonstate funds provided through private  
4 gifts or contributions.

5 (b) Enter into a financing contract on behalf of Pierce College in  
6 the amount of \$750,000 plus financing expenses and required reserves  
7 pursuant to chapter 39.94 RCW to develop a new classroom building on  
8 the Lakewood campus costing \$1,816,665. The balance of project cost  
9 will be provided through a combination of local capital funds and  
10 existing minor works appropriation to replace relocatable classrooms  
11 that are at the end of their useful lives.

12 (c) Enter into a financing contract in behalf of Bellingham  
13 Technical College in the amount of \$350,000 plus financing expenses and  
14 required reserves pursuant to chapter 39.94 RCW for construction of a  
15 new classroom addition to the diesel/heavy equipment instructional shop  
16 costing \$411,309.

17 (d) Enter into a financing contract on behalf of Green River  
18 Community College in the amount of \$1,526,150 plus financing expenses  
19 and reserves pursuant to chapter 39.94 RCW for remodel of the Lindbloom  
20 student center building.

21 (e) Enter into a financing contract on behalf of Edmonds Community  
22 College in the amount of \$2,787,950 plus financing expenses and  
23 required reserves pursuant to chapter 39.94 RCW to develop a 10,000  
24 square foot music building on the college campus.

25 (f) Enter into a financing contract on behalf of Highline Community  
26 College in the amount of \$2,070,613 plus financing and required  
27 reserves pursuant to chapter 39.94 RCW for the purchase of the Federal  
28 Way Center, currently being leased by the college.

29 (g) Enter into a financial contract on behalf of Green River  
30 Community College in the amount of \$100,000 plus financing and required  
31 reserves pursuant to chapter 39.94 RCW to purchase approximately 1.5  
32 acres of land adjacent to the westside parking lot.

33 (h) Enter into a financial contract on behalf of South Puget Sound  
34 Community College in the amount of \$619,210 plus financing and required  
35 reserves pursuant to chapter 39.94 RCW to expand and redevelop the main  
36 campus parking lot A.

37 (i) Enter into a financial contract on behalf of South Puget Sound  
38 Community College in the amount of \$5,500,000 plus financing and



1 required reserves pursuant to chapter 39.94 RCW to develop a \$6,500,000  
2 student union facility.

3 (j) Enter into a financial contract on behalf of Wenatchee Valley  
4 College in the amount of \$500,000 plus financing and required reserves  
5 pursuant to chapter 39.94 RCW to purchase two buildings and property  
6 contiguous to the college campus.

7 (5) State parks and recreation:

8 Enter into a financing contract on behalf of state parks and  
9 recreation in the amount of \$2,012,000 plus financing expenses and  
10 required reserves pursuant to chapter 39.94 RCW, to construct cabin and  
11 lodge facilities at Cama Beach, develop new campsite electrical  
12 hookups, develop new recreational facilities, and expand campsites at  
13 Ocean Beach/Grayland. It is the intent of the legislature that debt  
14 service on all projects financed under this authority be paid from  
15 operating revenues.

16 (6) Washington state patrol:

17 Enter into a financing contract for \$600,000 plus financing  
18 expenses and required reserves pursuant to chapter 39.94 RCW to  
19 purchase the Washington state patrol Port Angeles detachment office.

20 **Sec. 902.** RCW 72.09.050 and 1995 c 189 s 1 are each amended to  
21 read as follows:

22 The secretary shall manage the department of corrections and shall  
23 be responsible for the administration of adult correctional programs,  
24 including but not limited to the operation of all state correctional  
25 institutions or facilities used for the confinement of convicted  
26 felons. In addition, the secretary shall have broad powers to enter  
27 into agreements with any federal agency, or any other state, or any  
28 Washington state agency or local government providing for the operation  
29 of any correctional facility or program for persons convicted of  
30 felonies or misdemeanors or for juvenile offenders. Such agreements  
31 for counties with local law and justice councils shall be required in  
32 the local law and justice plan pursuant to RCW 72.09.300. The  
33 agreements may provide for joint operation or operation by the  
34 department of corrections, alone, for by any of the other governmental  
35 entities, alone. Beginning February 1, 1999, the secretary may expend  
36 funds appropriated for the 1997-1999 biennium to enter into agreements  
37 with any local government or private organization in any other state,  
38 providing for the operation of any correctional facility or program for

1 persons convicted of felonies. The secretary may employ persons to aid  
2 in performing the functions and duties of the department. The  
3 secretary may delegate any of his or her functions or duties to  
4 department employees, including the authority to certify and maintain  
5 custody of records and documents on file with the department. The  
6 secretary is authorized to promulgate standards for the department of  
7 corrections within appropriation levels authorized by the legislature.

8 Pursuant to the authority granted in chapter 34.05 RCW, the  
9 secretary shall adopt rules providing for inmate restitution when  
10 restitution is determined appropriate as a result of a disciplinary  
11 action.

12 **Sec. 903.** If any provision of this act or its application to any  
13 person or circumstance is held invalid, the remainder of the act or the  
14 application of the provision to other persons or circumstances is not  
15 affected.

16 **Sec. 904.** This act is necessary for the immediate preservation of  
17 the public peace, health, or safety, or support of the state government  
18 and its existing public institutions, and takes effect immediately.

19 (End of part)

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