

CERTIFICATION OF ENROLLMENT  
**ENGROSSED SUBSTITUTE HOUSE BILL 1782**

Chapter 7, Laws of 2003

58th Legislature  
2003 1st Special Session

CAPITAL PROJECTS FOR LOCAL NONPROFIT YOUTH ORGANIZATIONS

EFFECTIVE DATE: 9/9/03

Passed by the House June 4, 2003  
Yeas 92 Nays 0

FRANK CHOPP

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**Speaker of the House of Representatives**

Passed by the Senate June 4, 2003  
Yeas 46 Nays 1

BRAD OWEN

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**President of the Senate**

Approved June 20, 2003.

GARY LOCKE

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**Governor of the State of Washington**

CERTIFICATE

I, Cynthia Zehnder, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL 1782** as passed by the House of Representatives and the Senate on the dates hereon set forth.

CYNTHIA ZEHNDER

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**Chief Clerk**

FILED

June 20, 2003 - 2:14 p.m.

**Secretary of State  
State of Washington**

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**ENGROSSED SUBSTITUTE HOUSE BILL 1782**

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Passed Legislature - 2003 1st Special Session

**State of Washington                      58th Legislature                      2003 Regular Session**

**By** House Committee on Capital Budget (originally sponsored by Representatives McCoy, Alexander, Dunshee, Bush, Murray, Jarrett, McIntire, Priest, Veloria, Lantz, Eickmeyer, Upthegrove, Kagi, Conway, Kenney, Darneille, Wood, Lovick, Santos, Simpson, Hudgins and Edwards)

READ FIRST TIME 02/26/03.

1            AN ACT Relating to capital projects for local nonprofit youth  
2 organizations; adding a new section to chapter 43.63A RCW; and creating  
3 a new section.

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

5            NEW SECTION.    **Sec. 1.** The legislature finds that nonprofit youth  
6 organizations provide a variety of services for the youth of Washington  
7 state, including many services that enable young people, especially  
8 those facing challenging and disadvantaged circumstances, to realize  
9 their full potential as productive, responsible, and caring citizens.  
10 The legislature also finds that the efficiency and quality of these  
11 services may be enhanced by the provision of safe, reliable, and sound  
12 facilities, and that, in certain cases, it may be appropriate for the  
13 state to assist in the development of these facilities.

14           NEW SECTION.    **Sec. 2.** A new section is added to chapter 43.63A RCW  
15 to read as follows:

16           (1) The department of community, trade, and economic development  
17 must establish a competitive process to solicit proposals for and  
18 prioritize projects whose primary objective is to assist nonprofit

1 youth organizations in acquiring, constructing, or rehabilitating  
2 facilities used for the delivery of nonresidential services, excluding  
3 outdoor athletic fields.

4 (2) The department of community, trade, and economic development  
5 must establish a competitive process to prioritize applications for the  
6 assistance as follows:

7 (a) The department of community, trade, and economic development  
8 must conduct a statewide solicitation of project applications from  
9 local governments, nonprofit organizations, and other entities, as  
10 determined by the department of community, trade, and economic  
11 development. The department of community, trade, and economic  
12 development must evaluate and rank applications in consultation with a  
13 citizen advisory committee using objective criteria. Projects must  
14 have a major recreational component, and must have either an  
15 educational or social service component. At a minimum, applicants must  
16 demonstrate that the requested assistance will increase the efficiency  
17 or quality of the services it provides to youth. The evaluation and  
18 ranking process must also include an examination of existing assets  
19 that applicants may apply to projects. Grant assistance under this  
20 section may not exceed twenty-five percent of the total cost of the  
21 project. The nonstate portion of the total project cost may include  
22 cash, the value of real property when acquired solely for the purpose  
23 of the project, and in-kind contributions.

24 (b) The department of community, trade, and economic development  
25 must submit a prioritized list of recommended projects to the governor  
26 and the legislature in the department of community, trade, and economic  
27 development's biennial capital budget request beginning with the 2005-  
28 2007 biennium and thereafter. The list must include a description of  
29 each project, the amount of recommended state funding, and  
30 documentation of nonstate funds to be used for the project. The total  
31 amount of recommended state funding for projects on a biennial project  
32 list must not exceed two million dollars. The department of community,  
33 trade, and economic development may provide an additional alternate  
34 project list that must not exceed five hundred thousand dollars. The  
35 department of community, trade, and economic development may not sign  
36 contracts or otherwise financially obligate funds under this section  
37 until the legislature has approved a specific list of projects.

1           (c) In contracts for grants authorized under this section the  
2 department of community, trade, and economic development must include  
3 provisions that require that capital improvements be held by the  
4 grantee for a specified period of time appropriate to the amount of the  
5 grant and that facilities be used for the express purpose of the grant.  
6 If the grantee is found to be out of compliance with provisions of the  
7 contract, the grantee must repay to the state general fund the  
8 principal amount of the grant plus interest calculated at the rate of  
9 interest on state of Washington general obligation bonds issued most  
10 closely to the date of authorization of the grant.

Passed by the House June 4, 2003.

Passed by the Senate June 4, 2003.

Approved by the Governor June 20, 2003.

Filed in Office of Secretary of State June 20, 2003.