

ESSB 6002 - CONF REPT
By Conference Committee

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

3 "PART I
4 GENERAL GOVERNMENT

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

7 **FOR THE HOUSE OF REPRESENTATIVES**

8	General Fund--State Appropriation (FY 2014)	((\$30,789,000))
9		<u>\$30,923,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$31,075,000))
11		<u>\$30,810,000</u>
12	Motor Vehicle Account--State Appropriation	\$1,765,000
13	TOTAL APPROPRIATION	((\$63,629,000))
14		<u>\$63,498,000</u>

15 The appropriations in this section are subject to the following
16 conditions and limitations: A joint select task force on nuclear
17 energy is created to study the generation of energy in the region
18 through the use of nuclear power. The task force must report any
19 findings and recommendations to the legislature by December 1, 2014.

20 (1) In its deliberations, the task force must consider the greatest
21 amount of environmental benefit for each dollar spent based on the
22 life-cycle cost of any nuclear power technology. Life-cycle costs must
23 include the storage and disposal of any nuclear wastes.

24 (2) The task force must consist of eight members that serve on the
25 legislative standing committees with primary jurisdiction over energy
26 issues. The president of the senate shall appoint two members from the
27 majority caucus, two members from the minority caucus, and an
28 alternate. The speaker of the house of representatives shall appoint
29 two members from each caucus and an alternate.

1 (3) The members of the task force shall select from among their
2 members a chair and other officers as the task force deems appropriate.

3 (4) The task force must hold no more than four meetings, with two
4 of those meetings in Richland, Washington.

5 (5) The task force must be staffed by senate committee services and
6 the office of program research of the house of representatives.

7 (6) The task force terminates December 15, 2014.

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

10 **FOR THE SENATE**

11	General Fund--State Appropriation (FY 2014)	((\$21,150,000))
12		\$21,240,000
13	General Fund--State Appropriation (FY 2015)	((\$23,405,000))
14		\$23,216,000
15	Motor Vehicle Account--State Appropriation	\$1,514,000
16	TOTAL APPROPRIATION	((\$46,069,000))
17		\$45,970,000

18 The appropriations in this section are subject to the following
19 conditions and limitations: A joint select task force on nuclear
20 energy is created to study the generation of energy in the region
21 through the use of nuclear power. The task force must report any
22 findings and recommendations to the legislature by December 1, 2014.

23 (1) In its deliberations, the task force must consider the greatest
24 amount of environmental benefit for each dollar spent based on the
25 life-cycle cost of any nuclear power technology. Life-cycle costs must
26 include the storage and disposal of any nuclear wastes.

27 (2) The task force must consist of eight members that serve on the
28 legislative standing committees with primary jurisdiction over energy
29 issues. The president of the senate shall appoint two members from the
30 majority caucus, two members from the minority caucus, and an
31 alternate. The speaker of the house of representatives shall appoint
32 two members from each caucus and an alternate.

33 (3) The members of the task force shall select from among their
34 members a chair and other officers as the task force deems appropriate.

35 (4) The task force must hold no more than four meetings, with two
36 of those meetings in Richland, Washington.

1 (5) The task force must be staffed by senate committee services and
2 the office of program research of the house of representatives.

3 (6) The task force terminates December 15, 2014.

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

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

7	General Fund--State Appropriation (FY 2014)	\$62,000
8	General Fund--State Appropriation (FY 2015)	(\$111,000)
9		<u>\$85,000</u>

10	Performance Audits of Government Account--State	
11	Appropriation	\$5,641,000
12	Medical Aid Account--State Appropriation	\$332,000
13	Accident Account--State Appropriation	\$332,000
14	TOTAL APPROPRIATION	(\$6,478,000)
15		<u>\$6,452,000</u>

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

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

22 (2) \$332,000 of the medical aid account--state appropriation and
23 \$332,000 of the accident account--state appropriation are provided for
24 the purposes of chapter 37, Laws of 2011 (workers' compensation).

25 (3) \$323,000 of the performance audits of government account--state
26 appropriation is provided for consultant and staff costs related to the
27 economic analysis of tax preferences as directed by chapter 43.136 RCW.

28 (4) The joint legislative audit and review committee shall conduct
29 an audit of Washington's state research universities. The purpose of
30 the audit is to identify cost and profit centers within, and in
31 partnership with, the research universities. The audit must focus on
32 public funds; student fees, in particular tuition; and auxiliary
33 enterprises, which for the purposes of the audit at the University of
34 Washington includes University of Washington medical center, the
35 internal lending program, the W fund, and the center for
36 commercialization. The audit at each university must achieve the
37 following:

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

5 (b) Obtain the university's definition of auxiliary enterprises and
6 determine the number of auxiliary enterprises, including the University
7 of Washington medical center, the University of Washington internal
8 lending program, the W fund, and the center for commercialization, that
9 exist in the university system, the methods the university uses to
10 track revenue and expenditures of auxiliary enterprises, and the
11 policies and practices the university has in place to ensure that state
12 funding is not used to supplement or guarantee projects or programs
13 authorized by auxiliary enterprises;

14 (c) Identify how much money is being spent on undergraduate
15 education and to what extent undergraduate education is subsidizing
16 graduate education; and

17 (d) Determine how tuition funds are being used and to what extent
18 they are being used to fund the University of Washington medical
19 center, the University of Washington internal lending program, the W
20 fund, and the center for commercialization and to back bonds authorized
21 by the university.

22 (5) The committee shall conduct a study of the current methods of
23 collecting legal financial obligations and compare those methods with
24 other debt collection methods, including contracting for debt
25 collection of legal financial obligations. The study shall include
26 analysis of the costs and revenues of current methods and compare those
27 to alternatives, and include analysis of the impact of current methods
28 and alternatives to revenues received by the state. Included shall be
29 an examination of costs and revenue generation before and after the
30 implementation of chapter 379, Laws of 2003 (SSB 5990) and chapter 362,
31 Laws of 2005 (SSB 5256) and analysis of whether these changes met the
32 legislative goals of reducing costs and increasing collections. A
33 report on the results of the analysis shall be presented to the
34 appropriate committees of the legislature by December 2014.

35 (6) The committee shall conduct a study of economic development
36 programs and projects supported by the state general fund in the
37 department of commerce. The study shall first review the extent to
38 which these programs: (a) Included specific economic development

1 targets; (b) monitored economic development targets; (c) required for
2 programs which provided support or services through contracts, whether
3 the contracts were structured such that if economic development targets
4 were not met, contracts were reviewed or revised; and (d) changed the
5 economic development targets of associate development organizations
6 relative to funding increases since 2007. The study will include the
7 feasibility of determining how to isolate other factors, such as
8 general economic trends, from the impacts of economic development
9 programs. The costs and options for conducting future analysis of the
10 outcomes specific to economic development programs shall be included
11 and a briefing report shall be provided to the appropriate committees
12 of the legislature by December 1, 2013. A complete report with study
13 data and conclusions shall be provided to the appropriate committees of
14 the legislature by December 1, 2014.

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

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

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

25 (b) Estimates of time in each category;

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

28 (d) When noninstructional hours occur;

29 (e) How noninstructional hours are used, including how much
30 noninstructional time is devoted to professional development for the
31 purposes of teacher and principal evaluation training or common core
32 state standards training; and

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

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

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

16 ~~((+12+))~~ (10) In carrying out the report required by RCW 44.28.157,
17 the committee shall include by December 2014, an analysis of the
18 impacts of using the Washington health benefit exchange established in
19 chapter 43.71 RCW as a mechanism for providing health insurance for
20 part-time certificated and classified K-12 public school employees.
21 The analysis shall be conducted in coordination with the health care
22 authority and shall include a review of how the exchange, federal
23 health premium tax credits and subsidies for out-of-pocket expenses
24 administered through the exchange, and Medicaid expansion have
25 impacted, or could impact, health care costs for individuals, school
26 districts, and the state. The analysis shall also include a review of
27 the cost of stand-alone dental plans.

28 (11) The committee shall conduct an analysis of the changes to
29 modifying the medicaid dispensing methods for contraceptive drugs in
30 section 213(48) chapter 4, Laws of 2013 2nd special session. The
31 analysis must include:

32 (a) Whether the changes to contraceptive methods are achieving the
33 assumed budget savings; and

34 (b) A determination of whether a twelve-month supply is an optimal
35 level of supply to achieve assumed savings at the lowest state cost.

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

1 **FOR THE LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE**

2	General Fund--State Appropriation (FY 2014)	((\$1,653,000))
3		<u>\$1,642,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$1,811,000))
5		<u>\$1,788,000</u>
6	TOTAL APPROPRIATION	((\$3,464,000))
7		<u>\$3,430,000</u>

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

10 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**

11	General Fund--State Appropriation (FY 2014)	((\$8,004,000))
12		<u>\$8,062,000</u>
13	General Fund--State Appropriation (FY 2015)	((\$7,973,000))
14		<u>\$7,976,000</u>
15	TOTAL APPROPRIATION	((\$15,977,000))
16		<u>\$16,038,000</u>

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

19 **FOR THE OFFICE OF THE STATE ACTUARY**

20	<u>General Fund--State Appropriation (FY 2015)</u>	<u>\$163,000</u>
21	<u>General Fund--Federal Appropriation</u>	<u>\$163,000</u>
22	<u>State Health Care Administration Account--State</u>	
23	<u>Appropriation</u>	<u>\$227,000</u>
24	Department of Retirement Systems Expense	
25	Account--State Appropriation	((\$3,529,000))
26		<u>\$3,527,000</u>
27	TOTAL APPROPRIATION	<u>\$4,080,000</u>

28 The appropriations in this section are subject to the following
29 conditions and limitations: \$163,000 of the general fund--state
30 appropriation for fiscal year 2015, \$163,000 of the general fund--
31 federal appropriation, and \$227,000 of the state health care
32 administration account appropriation are provided to improve the
33 legislature's access to independent and objective health care actuarial
34 analysis for the state medicaid and public employee benefits programs.
35

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

3 **FOR THE STATUTE LAW COMMITTEE**

4	General Fund--State Appropriation (FY 2014)	((\$3,895,000))
5		<u>\$3,896,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$4,102,000))
7		<u>\$4,053,000</u>
8	TOTAL APPROPRIATION	((\$7,997,000))
9		<u>\$7,949,000</u>

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

12 **FOR THE OFFICE OF LEGISLATIVE SUPPORT SERVICES**

13	General Fund--State Appropriation (FY 2014)	((\$3,686,000))
14		<u>\$3,558,000</u>
15	General Fund--State Appropriation (FY 2015)	((\$3,684,000))
16		<u>\$3,820,000</u>
17	TOTAL APPROPRIATION	((\$7,370,000))
18		<u>\$7,378,000</u>

19 **Sec. 109.** 2013 2nd sp.s. c 4 s 110 (uncodified) is amended to read
20 as follows:

21 **FOR THE SUPREME COURT**

22	General Fund--State Appropriation (FY 2014)	((\$6,911,000))
23		<u>\$7,028,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$6,836,000))
25		<u>\$6,813,000</u>
26	TOTAL APPROPRIATION	((\$13,747,000))
27		<u>\$13,841,000</u>

28 **Sec. 110.** 2013 2nd sp.s. c 4 s 111 (uncodified) is amended to read
29 as follows:

30 **FOR THE LAW LIBRARY**

31	General Fund--State Appropriation (FY 2014)	((\$1,481,000))
32		<u>\$1,484,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$1,468,000))
34		<u>\$1,457,000</u>
35	TOTAL APPROPRIATION	((\$2,949,000))

1 \$2,941,000

2 **Sec. 111.** 2013 2nd sp.s. c 4 s 112 (uncodified) is amended to read
3 as follows:

4 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

5 General Fund--State Appropriation (FY 2014)	((\$1,068,000))
	<u>\$1,071,000</u>
6 General Fund--State Appropriation (FY 2015)	((\$994,000))
	<u>\$997,000</u>
7 TOTAL APPROPRIATION	((\$2,062,000))
	<u>\$2,068,000</u>

11 **Sec. 112.** 2013 2nd sp.s. c 4 s 113 (uncodified) is amended to read
12 as follows:

13 **FOR THE COURT OF APPEALS**

14 General Fund--State Appropriation (FY 2014)	((\$15,691,000))
	<u>\$15,865,000</u>
15 General Fund--State Appropriation (FY 2015)	((\$15,685,000))
	<u>\$15,811,000</u>
16 TOTAL APPROPRIATION	((\$31,376,000))
	<u>\$31,676,000</u>

20 **Sec. 113.** 2013 2nd sp.s. c 4 s 114 (uncodified) is amended to read
21 as follows:

22 **FOR THE ADMINISTRATOR FOR THE COURTS**

23 General Fund--State Appropriation (FY 2014)	((\$51,085,000))
	<u>\$51,403,000</u>
24 General Fund--State Appropriation (FY 2015)	((\$50,771,000))
	<u>\$50,987,000</u>
25 General Fund--Federal Appropriation	((\$2,125,000))
	<u>\$2,123,000</u>
26 General Fund--Private/Local Appropriation	((\$658,000))
	<u>\$657,000</u>
27 Judicial Information Systems Account--State	
28 Appropriation	((\$46,611,000))
	<u>\$53,517,000</u>
29 Judicial Stabilization Trust Account--State	
30 Appropriation	\$6,691,000

1 TOTAL APPROPRIATION ((~~\$157,941,000~~))
2 \$165,378,000

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

5 (1) \$1,500,000 of the judicial information systems account--state
6 appropriation is provided solely for development and implementation of
7 the information network hub project.

8 (2) \$2,138,000 of the judicial information systems account--state
9 appropriation is provided solely for replacement of computer equipment,
10 including servers, routers, and storage system upgrades.

11 ~~((+4))~~ (3) The distributions made under this subsection and
12 distributions from the county criminal justice assistance account made
13 pursuant to section 801 of this act constitute appropriate
14 reimbursement for costs for any new programs or increased level of
15 service for purposes of RCW 43.135.060.

16 ~~((+5))~~ (4) \$1,199,000 of the judicial information systems
17 account--state appropriation is provided solely for replacing computer
18 equipment at state courts and state judicial agencies.

19 ~~((+6))~~ (5) ~~((~~\$108,000 of the general fund--state appropriation for~~~~
20 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
21 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
22 implementation of chapter 210, Laws of 2013 (Senate Bill No. 5052)
23 (superior court judges Whatcom county). The funds provided in this
24 subsection shall be expended only if the fourth superior court judge
25 position in Whatcom county is appointed and serving on the bench.

26 ~~((+7))~~ (6) ~~((~~\$108,000 of the general fund--state appropriation for~~~~
27 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
28 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
29 implementation of chapter 142, Laws of 2013 (House Bill No. 1175)
30 (superior court judges Benton/Franklin counties). The funds provided
31 in this subsection shall be expended only if the seventh superior court
32 judge position in Benton and Franklin counties jointly is appointed and
33 serving on the bench.

34 ~~((+8))~~ ~~\$11,300,000 of the judicial information systems account--~~
35 ~~state appropriation is provided solely for continued implementation of~~
36 ~~the superior court case management system project. The administrative~~
37 ~~office of the courts, in consultation with the judicial information~~
38 ~~systems committee, the superior court case management system project~~

1 steering committee, and the office of the chief information officer
2 shall develop a revised charter to implement the next phases of the
3 superior court case management system. The revised charter shall
4 insure that the superior court case management system project steering
5 committee continues to provide contract oversight, in collaboration
6 with the judicial information system committee, through the
7 implementation period and various phases of the project. Oversight
8 responsibilities throughout the various phases of the project must
9 include, but are not limited to, vendor management, contract and
10 deliverable management, and assuring satisfaction of the business and
11 technical needs at the local level. The superior court case management
12 system project steering committee may solicit input from user groups as
13 deemed appropriate. The revised charter shall be approved by the
14 judicial information systems committee)) (7) \$16,606,000 of the
15 judicial information systems account--state appropriation is provided
16 solely for continued implementation of the superior court case
17 management system project. The administrative office of the courts, in
18 consultation with the judicial information systems committee and the
19 office of the chief information officer shall develop a revised
20 superior court case management steering committee charter to implement
21 the next phases of the superior court case management system. The
22 steering committee members shall be appointed by the judicial
23 information systems committee and shall consist of two members
24 representing each of the following groups: Court administrators,
25 superior court judges, county clerks, and the administrative office of
26 the courts. The revised charter shall insure that voting members of
27 the steering committee represent the administrative office of the
28 courts and those courts that have implemented, or have committed to
29 implement, the statewide superior court vendor solution as selected by
30 the judicial information systems committee. The revised charter shall
31 also insure that the superior court case management system project
32 steering committee continues to provide contract oversight in
33 collaboration with the judicial information system committee through
34 the implementation period. Oversight responsibilities of the steering
35 committee throughout the various phases of the project must include,
36 but are not limited to, vendor management, contract and deliverable
37 management, assuring reasonable satisfaction of the business and
38 technical needs at the local level, receipt of stakeholder feedback,

1 and communication between the various stakeholder groups and the
2 judicial information systems committee. Issues of significant scope,
3 schedule or budget changes, and risk mitigation strategies must be
4 escalated to the judicial information systems committee for
5 consideration. In the event that a majority of the steering committee
6 members cannot reach a decision, the issue must be escalated to the
7 judicial information systems committee for consideration. The superior
8 court case management system project steering committee may solicit
9 input from user groups as deemed appropriate. The revised charter
10 shall be approved by the judicial information systems committee.

11 ((+9)) (8) \$1,399,000 of the general fund--state appropriation for
12 fiscal year 2014 and \$1,399,000 of the general fund--state
13 appropriation for fiscal year 2015 are provided solely for school
14 districts for petitions to juvenile court for truant students as
15 provided in RCW 28A.225.030 and 28A.225.035. The administrator for the
16 courts shall develop an interagency agreement with the superintendent
17 of public instruction to allocate the funding provided in this
18 subsection. Allocation of this money to school districts shall be
19 based on the number of petitions filed. This funding includes amounts
20 school districts may expend on the cost of serving petitions filed
21 under RCW 28A.225.030 by certified mail or by personal service or for
22 the performance of service of process for any hearing associated with
23 RCW 28A.225.030.

24 ((+10)) (9)(a) \$7,313,000 of the general fund--state appropriation
25 for fiscal year 2014 and \$7,313,000 of the general fund--state
26 appropriation for fiscal year 2015 are provided solely for distribution
27 to county juvenile court administrators to fund the costs of processing
28 truancy, children in need of services, and at-risk youth petitions.
29 The administrator for the courts, in conjunction with the juvenile
30 court administrators, shall develop an equitable funding distribution
31 formula. The formula shall neither reward counties with higher than
32 average per-petition processing costs nor shall it penalize counties
33 with lower than average per-petition processing costs.

34 (b) Each fiscal year during the 2013-2015 fiscal biennium, each
35 county shall report the number of petitions processed and the total
36 actual costs of processing truancy, children in need of services, and
37 at-risk youth petitions. Counties shall submit the reports to the
38 administrator for the courts no later than 45 days after the end of the

1 fiscal year. The administrator for the courts shall electronically
2 transmit this information to the chairs and ranking minority members of
3 the house of representatives and senate fiscal committees no later than
4 60 days after a fiscal year ends. These reports are deemed
5 informational in nature and are not for the purpose of distributing
6 funds.

7 ~~((11))~~ (10) \$274,000 of the general fund--state appropriation for
8 fiscal year 2014 and \$274,000 of the general fund--state appropriation
9 for fiscal year 2015 are provided solely for the office of public
10 guardianship to continue guardianship services for those low-income
11 incapacitated persons who were receiving services on June 30, 2013.

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

15 (12) The administrative office of the courts and the judicial
16 information systems committee shall develop statewide superior court
17 data collection and exchange standards. Upon implementation, these
18 standards must be met by each superior court in order to continue to
19 receive judicial information systems account funding or equipment and
20 services funded by the account. For those courts that do not use the
21 statewide superior court vendor solution as chosen by the judicial
22 information systems committee, judicial information systems account
23 funds may not be allocated for (a) the costs to meet the data
24 collection and exchange standards developed by administrative office of
25 the courts and judicial information systems committee, and (b) the
26 costs to develop and implement local court case management systems.

27 (13) \$200,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for the office of public guardianship for
29 the purpose of providing guardianship services to low income and
30 indigent alleged or actual incapacitated persons.

31 **Sec. 114.** 2013 2nd sp.s. c 4 s 115 (uncodified) is amended to read
32 as follows:

33 **FOR THE OFFICE OF PUBLIC DEFENSE**

34	General Fund--State Appropriation (FY 2014)	((30,410,000))
35		<u>\$30,912,000</u>
36	General Fund--State Appropriation (FY 2015)	((33,719,000))
37		<u>\$35,475,000</u>

1 Judicial Stabilization Trust Account--State
 2 Appropriation \$3,648,000
 3 General Fund--Federal Appropriation ((\$152,000))
 4 \$304,000
 5 TOTAL APPROPRIATION ((\$67,929,000))
 6 \$70,339,000

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

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

11 (2) \$3,378,000 of the general fund--state appropriation for fiscal
 12 year 2015 is provided solely to expand the parents representation
 13 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman
 14 counties.

15 (3) \$225,000 of the general fund--state appropriation for fiscal
 16 year 2014 and \$1,721,000 of the general fund--state appropriation for
 17 fiscal year 2015 are provided solely for parents representation program
 18 costs related to increased parental rights termination filings from the
 19 department of social and health services permanency initiative.

20 (4) \$50,000 of the general fund--state appropriation for fiscal
 21 year 2014 and \$50,000 of the general fund--state appropriation for
 22 fiscal year 2015 are provided solely for the immigration consequences
 23 advisement program at the Washington defenders association.

24 **Sec. 115.** 2013 2nd sp.s. c 4 s 116 (uncodified) is amended to read
 25 as follows:

26 **FOR THE OFFICE OF CIVIL LEGAL AID**
 27 General Fund--State Appropriation (FY 2014) ((\$10,862,000))
 28 \$10,910,000
 29 General Fund--State Appropriation (FY 2015) ((\$10,870,000))
 30 \$12,105,000
 31 Judicial Stabilization Trust Account--State
 32 Appropriation ((\$1,454,000))
 33 \$1,453,000
 34 TOTAL APPROPRIATION ((\$23,186,000))
 35 \$24,468,000

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

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

8 (2) \$48,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$956,000 of the general fund--state appropriation for
10 fiscal year 2015 is provided solely to implement Engrossed Second
11 Substitute Senate Bill No. 6126 (representation of children in
12 dependency matters) and to fund the cost of legal services. The office
13 is authorized to include in its contracts with counties provisions to
14 reduce reimbursement levels, impose case funding limits or other
15 measures to remain within appropriated amounts. If the bill is not
16 enacted by June 30, 2014, the amounts provided in this subsection shall
17 lapse.

18 **Sec. 116.** 2013 2nd sp.s. c 4 s 117 (uncodified) is amended to read
19 as follows:

20 **FOR THE OFFICE OF THE GOVERNOR**

21	General Fund--State Appropriation (FY 2014)	((\$5,509,000))
22		<u>\$5,565,000</u>
23	General Fund--State Appropriation (FY 2015)	((\$5,217,000))
24		<u>\$5,225,000</u>
25	Economic Development Strategic Reserve Account--State	
26	Appropriation	\$4,000,000
27	TOTAL APPROPRIATION	((\$14,726,000))
28		<u>\$14,790,000</u>

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

31 (1) \$4,000,000 of the economic development strategic reserve
32 account appropriation is provided solely for efforts to assist with
33 currently active industrial recruitment efforts that will bring new
34 jobs to the state or will retain headquarter locations of major
35 companies currently housed in the state.

36 (2) \$684,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$684,000 of the general fund--state appropriation for
2 fiscal year 2015 are provided solely for the office of the education
3 ombudsman.

4 (3) \$258,000 of the general fund--state appropriation for fiscal
5 year 2014 is provided solely for implementation of Engrossed Second
6 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
7 bill is not enacted by June 30, 2013, the amount provided in this
8 subsection shall lapse.

9 (4) \$35,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for the implementation of Second
11 Substitute House Bill No. 1709 (foreign language interpreters). If the
12 bill is not enacted by June 30, 2014, the amount provided in this
13 subsection shall lapse.

14 (5) \$50,000 of the general fund--state appropriation for fiscal
15 year 2015 is provided solely for the office of the education ombuds to
16 provide special education ombuds services. Beginning in fiscal year
17 2015, the superintendent of public instruction must enter into an
18 interagency agreement with the office of the education ombuds to
19 provide support for additional special education ombuds services.

20 (6) Within appropriated funds, the office of the education ombuds
21 shall develop a scope of work and proposed plan for a task force on
22 success for students with special needs that will: (a) Define and
23 assess barriers that students placed or qualified to be placed in
24 special education and students with a plan for accommodation under
25 section 504 of the federal rehabilitation act of 1973 face in earning
26 a high school diploma and fully accessing the educational program
27 provided by the public schools; and (b) outline recommendations for
28 systemic changes and successful models for education and service
29 delivery, including improved coordination of early learning through
30 postsecondary education and career preparation. With input from
31 interested parents, educators, state agencies, and organizations
32 representing students placed or qualified to be placed in special
33 education and students with a section 504 plan, the office of the
34 education ombuds shall invite representative individuals to participate
35 in the task force. The office of the education ombuds shall submit the
36 scope of work and proposed task force plan to the education and fiscal
37 committees of the legislature by December 1, 2014, along with a request

1 for additional funds necessary to implement the plan. To the extent
2 possible within appropriated funds, the office of the education ombuds
3 may convene the task force and commence its work before June 30, 2015.

4 **Sec. 117.** 2013 2nd sp.s. c 4 s 118 (uncodified) is amended to read
5 as follows:

6 **FOR THE LIEUTENANT GOVERNOR**

7	General Fund--State Appropriation (FY 2014)	\$654,000
8	General Fund--State Appropriation (FY 2015)	(\$658,000)
9		<u>\$657,000</u>
10	General Fund--Private/Local Appropriation	\$90,000
11	TOTAL APPROPRIATION	(\$1,402,000)
12		<u>\$1,401,000</u>

13 **Sec. 118.** 2013 2nd sp.s. c 4 s 119 (uncodified) is amended to read
14 as follows:

15 **FOR THE PUBLIC DISCLOSURE COMMISSION**

16	General Fund--State Appropriation (FY 2014)	(\$2,082,000)
17		<u>\$2,084,000</u>
18	General Fund--State Appropriation (FY 2015)	(\$2,015,000)
19		<u>\$2,044,000</u>
20	TOTAL APPROPRIATION	(\$4,097,000)
21		<u>\$4,128,000</u>

22 **Sec. 119.** 2013 2nd sp.s. c 4 s 120 (uncodified) is amended to read
23 as follows:

24 **FOR THE SECRETARY OF STATE**

25	General Fund--State Appropriation (FY 2014)	(\$11,356,000)
26		<u>\$11,813,000</u>
27	General Fund--State Appropriation (FY 2015)	(\$9,535,000)
28		<u>\$9,440,000</u>
29	General Fund--Federal Appropriation	(\$7,419,000)
30		<u>\$7,428,000</u>
31	<u>General Fund--Private/Local Appropriation</u>	<u>\$20,000</u>
32	Public Records Efficiency, Preservation, and Access	
33	Account--State Appropriation	(\$7,361,000)
34		<u>\$8,336,000</u>
35	Charitable Organization Education Account--State	

1	Appropriation	\$364,000
2	Local Government Archives Account--State	
3	Appropriation	((\$8,467,000))
4		<u>\$8,485,000</u>
5	Election Account--Federal Appropriation	((\$12,016,000))
6		<u>\$12,006,000</u>
7	Washington State Heritage Center Account--State	
8	Appropriation	\$8,860,000
9	TOTAL APPROPRIATION	((\$65,378,000))
10		<u>\$66,752,000</u>

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

13 (1) ((~~\$3,301,000~~)) \$3,767,000 of the general fund--state
14 appropriation for fiscal year 2014 is provided solely to reimburse
15 counties for the state's share of primary and general election costs
16 and the costs of conducting mandatory recounts on state measures.
17 Counties shall be reimbursed only for those odd-year election costs
18 that the secretary of state validates as eligible for reimbursement.

19 (2)(a) \$1,847,000 of the general fund--state appropriation for
20 fiscal year 2014 and \$1,926,000 of the general fund--state
21 appropriation for fiscal year 2015 are provided solely for contracting
22 with a nonprofit organization to produce gavel-to-gavel television
23 coverage of state government deliberations and other events of
24 statewide significance during the 2013-2015 fiscal biennium. The
25 funding level for each year of the contract shall be based on the
26 amount provided in this subsection. The nonprofit organization shall
27 be required to raise contributions or commitments to make
28 contributions, in cash or in kind, in an amount equal to forty percent
29 of the state contribution. The office of the secretary of state may
30 make full or partial payment once all criteria in this subsection have
31 been satisfactorily documented.

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

37 (c) The nonprofit organization shall prepare an annual independent

1 audit, an annual financial statement, and an annual report, including
2 benchmarks that measure the success of the nonprofit organization in
3 meeting the intent of the program.

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

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

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

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

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

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

21 (5) \$771,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$772,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the state library to purchase
24 statewide on-line access to the information technology academy to allow
25 public access to on-line courses and learning resources through public
26 libraries.

27 (6) The legislature finds that the volume of state records retained
28 in paper format continues to grow, increasing the records storage costs
29 for the state. The secretary of state shall convene a work group to
30 study methods for retaining records in electronic formats and for
31 shorter periods of time, with the goal of reducing the volume of stored
32 paper records by ten percent by the end of 2016, and an additional ten
33 percent by the end of 2018. The following state agencies shall
34 participate in the work group, which shall report to the appropriate
35 committees of the legislature by December 31, 2014, and December 31,
36 2015:

37 (a) Office of the secretary of state;

38 (b) Office of the attorney general;

1 (2)(a) \$300,000 of the state auditing services revolving account--
2 state appropriation is provided solely to contract with a private firm
3 with accounting expertise to conduct an audit of the use of dedicated
4 local and operating fee accounts by the state's public institutions of
5 higher education. For the purpose of this audit, the public
6 institutions of higher education means the state's colleges and
7 universities as defined in RCW 28B.15.005, one public community and
8 technical college selected by the state auditor that offers applied
9 baccalaureate programs, and one public community and technical college
10 selected by the state auditor that does not offer applied baccalaureate
11 programs.

12 (b) The legislature intends that tuition revenue be expended in
13 support of instruction and student support services and that other
14 dedicated fees are expended for the purposes for which they are
15 charged. As a result, the legislature directs this audit to examine
16 the accounting of these accounts; to provide clarity regarding the use
17 of these accounts; and to make recommendations for improvement that
18 will support the ongoing clarity, transparency, and accurate accounting
19 of the use of these accounts in accordance with legislative intent.
20 The final audit must include:

21 (i) For the 2007-2009 through the 2011-2013 fiscal biennia, a
22 thorough examination of the accounting, as required by governmental
23 accounting standards board requirements that govern accounting
24 functions of the office of financial management, of:

25 (A) All revenue into these accounts;

26 (B) All expenditures out of these accounts; and

27 (C) All transfers to, from, and within these accounts;

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

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

1 (c) The final audit shall be submitted to the governor and the
2 appropriate committees of the legislature by January 1, 2015. The
3 state auditor shall recover the costs of this audit, which may not
4 exceed the amount provided in this subsection, from the state's
5 colleges and universities and the state board for community and
6 technical colleges.

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

11 **Sec. 124.** 2013 2nd sp.s. c 4 s 125 (uncodified) is amended to read
12 as follows:

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

14	General Fund--State Appropriation (FY 2014)	(((\$141,000))
15		<u>\$138,000</u>
16	General Fund--State Appropriation (FY 2015)	(((\$171,000))
17		<u>\$170,000</u>
18	TOTAL APPROPRIATION	(((\$312,000))
19		<u>\$308,000</u>

20 **Sec. 125.** 2013 2nd sp.s. c 4 s 126 (uncodified) is amended to read
21 as follows:

22 **FOR THE ATTORNEY GENERAL**

23	General Fund--State Appropriation (FY 2014)	(((\$10,456,000))
24		<u>\$11,019,000</u>
25	General Fund--State Appropriation (FY 2015)	(((\$10,132,000))
26		<u>\$10,803,000</u>
27	General Fund--Federal Appropriation	\$7,114,000
28	New Motor Vehicle Arbitration Account--State	
29	Appropriation	(((\$997,000))
30		<u>\$990,000</u>
31	Legal Services Revolving Account--State	
32	Appropriation	(((\$191,286,000))
33		<u>\$205,174,000</u>
34	Tobacco Prevention and Control Account--State	
35	Appropriation	\$271,000
36	Medicaid Fraud Penalty Account--State Appropriation	(((\$2,279,000))

1 evaluations, studies, and recommendations for improvements from
2 academics, nonprofit organizations, the public disclosure commission,
3 or other entities with expertise in ethics, integrity, and the public
4 sector.

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

12 (6) \$609,000 of the legal services revolving account--state
13 appropriation is provided solely for upgrades to software programs.
14 The amount provided in this subsection is conditioned on the department
15 satisfying the requirements of the project management oversight
16 standards and policies established by the office of the chief
17 information officer.

18 (7) \$150,000 of the legal services revolving account--state
19 appropriation is provided solely for the implementation of Engrossed
20 Second Substitute Senate Bill No. 5405 (extended foster care). If the
21 bill is not enacted by June 30, 2013, the amount provided in this
22 subsection shall lapse.

23 (8) \$50,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$50,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for the implementation of
26 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If
27 the bill is not enacted by June 30, 2013, the amount provided in this
28 subsection shall lapse.

29 (9) \$189,000 of the legal services revolving account--state
30 appropriation is provided solely for the implementation of Substitute
31 House Bill No. 1420 (transportation improvement projects). If the bill
32 is not enacted by June 30, 2013, the amount provided in this subsection
33 shall lapse.

34 (10) \$2,093,000 of the public service revolving account--state
35 appropriation is provided solely for the work of the public counsel
36 section of the office of the attorney general.

37 (11) \$353,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$353,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for a grant to the Washington
2 coalition of crime victim advocates to provide training, certification,
3 and technical assistance for crime victim service center advocates.

4 (12) \$69,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for implementation of Substitute House
6 Bill No. 2171 (veterans, military personnel). If the bill is not
7 enacted by June 30, 2014, the amount provided in this subsection shall
8 lapse.

9 (13) \$182,000 of the general fund--state appropriation for fiscal
10 year 2015, \$13,000 of the public service revolving account--state
11 appropriation, \$54,000 of the medicaid fraud penalty account--state
12 appropriation, and \$3,128,000 of the legal services revolving account--
13 state appropriation are provided solely for the purposes of salary
14 adjustments addressing recruitment and retention issues for assistant
15 attorneys general in the first six years of their employment with the
16 attorney general's office.

17 (14) \$80,000 of the legal services revolving account--state
18 appropriation is provided solely for implementation of Engrossed Third
19 Substitute Senate Bill No. 5887 (medical and recreational marijuana).
20 If the bill is not enacted by June 30, 2014, the amount provided in
21 this subsection shall lapse.

22 **Sec. 126.** 2013 2nd sp.s. c 4 s 127 (uncodified) is amended to read
23 as follows:

24 **FOR THE CASELOAD FORECAST COUNCIL**

25	General Fund--State Appropriation (FY 2014)	((\$1,260,000))
26		<u>\$1,211,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$1,230,000))
28		<u>\$1,192,000</u>
29	TOTAL APPROPRIATION	((\$2,490,000))
30		<u>\$2,403,000</u>

31 **Sec. 127.** 2013 2nd sp.s. c 4 s 128 (uncodified) is amended to read
32 as follows:

33 **FOR THE DEPARTMENT OF COMMERCE**

34	General Fund--State Appropriation (FY 2014)	((\$63,076,000))
35		<u>\$61,546,000</u>
36	General Fund--State Appropriation (FY 2015)	((\$60,151,000))

1		<u>\$63,394,000</u>
2	General Fund--Federal Appropriation	(((\$265,004,000))
3		<u>\$266,732,000</u>
4	General Fund--Private/Local Appropriation	(((\$5,638,000))
5		<u>\$5,595,000</u>
6	Public Works Assistance Account--State	
7	Appropriation	(((\$3,036,000))
8		<u>\$3,013,000</u>
9	Drinking Water Assistance Administrative	
10	Account--State Appropriation	(((\$445,000))
11		<u>\$442,000</u>
12	Lead Paint Account--State Appropriation	\$147,000
13	Building Code Council Account--State Appropriation	\$13,000
14	Home Security Fund Account--State Appropriation	(((\$25,452,000))
15		<u>\$25,457,000</u>
16	Affordable Housing for All Account--State	
17	Appropriation	(((\$11,915,000))
18		<u>\$11,908,000</u>
19	Financial Fraud and Identity Theft Crimes Investigation	
20	and Prosecution Account--State Appropriation	(((\$969,000))
21		<u>\$1,166,000</u>
22	Low-Income Weatherization <u>and Structural Rehabilitation</u>	
23	Assistance Account--State Appropriation	(((\$1,882,000))
24		<u>\$1,879,000</u>
25	Community and Economic Development Fee Account--State	
26	Appropriation	(((\$5,303,000))
27		<u>\$5,298,000</u>
28	Washington Housing Trust Account--State	
29	Appropriation	(((\$19,592,000))
30		<u>\$18,481,000</u>
31	Prostitution Prevention and Intervention Account--	
32	State Appropriation	\$98,000
33	Public Facility Construction Loan Revolving	
34	Account--State Appropriation	(((\$758,000))
35		<u>\$752,000</u>
36	Washington Community Technology Opportunity Account--	
37	Private/Local Appropriation	\$10,000
38	Liquor Revolving Account--State Appropriation	\$5,605,000

1 TOTAL APPROPRIATION ((~~\$469,094,000~~))
2 \$471,536,000

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

5 (1) Repayments of outstanding mortgage and rental assistance
6 program loans administered by the department under RCW 43.63A.640 shall
7 be remitted to the department, including any current revolving account
8 balances. The department shall collect payments on outstanding loans,
9 and deposit them into the state general fund. Repayments of funds owed
10 under the program shall be remitted to the department according to the
11 terms included in the original loan agreements.

12 (2) \$500,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$500,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for a grant to resolution
15 Washington to building statewide capacity for alternative dispute
16 resolution centers and dispute resolution programs that guarantee that
17 citizens have access to low-cost resolution as an alternative to
18 litigation.

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

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

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

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

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

37 (8) \$198,000 of the general fund--state appropriation for fiscal

1 year 2014 and (~~(\$198,000)~~) \$396,000 of the general fund--state
2 appropriation for fiscal year 2015 are provided solely for the
3 Washington new Americans program.

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

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

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

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

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

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

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

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

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

36 (b) The department may not use more than 4 percent of the funds to
37 administer, monitor, and report the outcomes of the services. The

1 department must electronically submit performance metrics by January 1,
2 2014, and report the outcomes of the services by January 1, 2015, to
3 the economic development committees of the legislature.

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

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

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

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

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

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

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

20 (19) (~~(\$4,000,000)~~) \$2,515,000 of the general fund--state
21 appropriation for fiscal year 2014 and (~~(\$850,000)~~) \$3,779,000 of the
22 general fund--state appropriation for fiscal year 2015 are provided
23 solely for purposes of creating and operating a community health care
24 and education and innovation center at the Pacific Medical Center in
25 Seattle. Amounts provided in this subsection must be used for lease,
26 maintenance, operations, and other required related expenses for
27 Seattle community colleges allied health programs and other related
28 uses identified by the department of commerce. The department is
29 authorized to enter into a thirty-year lease for the Pacific Medical
30 Center property.

31 (20) Within the appropriations in this section, the department
32 shall, by December 1, 2013, develop a comprehensive start-up Washington
33 strategy to facilitate the growth of start-ups and enhance the state's
34 competitiveness in recruiting and retaining businesses that start up in
35 Washington. This shall include but is not limited to: Business and
36 occupation tax relief, capital investment, regulatory burdens,
37 workforce and infrastructure needs and support. Start-up businesses

1 interactions with state government and other public entities as a
2 customer shall also be considered.

3 (21) \$700,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$700,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the department to identify and
6 invest in strategic growth areas, support key sectors, and align
7 existing economic development programs and priorities. The department
8 must consider Washington's position as the most trade dependent state
9 when identifying priority investments. The department must engage
10 states and provinces in the northwest as well as associate development
11 organizations, small business development centers, chambers of
12 commerce, ports, and other partners to leverage the funds provided.
13 For each dollar expended the department must receive a one hundred
14 percent match. The match may be provided by the department through
15 nongeneral fund sources, or any partnering governments or
16 organizations. Sector leads established by the department must include
17 the industries of: (a) Tourism; (b) agriculture, wood products, and
18 other natural resource industries; and (c) clean technology and
19 renewable and nonrenewable energy. The department may establish these
20 sector leads by hiring new staff, expanding the duties of current
21 staff, or working with partner organizations and or other agencies to
22 serve in the role of sector lead. The department must develop
23 performance metrics and milestones. The department must electronically
24 submit the performance metrics and performance-to-date by January 1,
25 2014, to the economic development committees of the legislature.

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

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

34 (24) \$25,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$25,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the economic impact and
37 infrastructure cost study for Covington town center.

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

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

9 (27) \$306,000 of the general fund--state appropriation for fiscal
10 year 2015 is provided solely for the long-term care ombuds program to
11 improve ombuds access to long-term care residents in community-based
12 settings such as adult family homes and assisted living facilities.

13 (28) \$26,000 of the home security fund--state appropriation is
14 provided solely for the department to establish a pilot program to
15 provide a certification of homeless status for persons who may need a
16 physical or mailing address for purposes of employment. The department
17 must choose one county within which to implement the program, based on
18 the support of local homeless housing and service providers, community
19 leaders, and businesses willing to partner with the department. The
20 department must establish a homeless status form that requires
21 sufficient information to verify a person's homeless status and to
22 provide the address and location of a homeless housing or service
23 provider to be used as the person's own address. The department must
24 develop a procedure for collecting and maintaining the information
25 provided on the homeless status forms and convene regular meetings with
26 homeless housing and service providers, community leaders, homeless
27 persons, and businesses interested in implementing the program. The
28 department must submit a report to the appropriate legislative
29 committees that includes the number of persons who filed a homeless
30 status form, the number of persons who obtained employment with use of
31 the certification, the involvement of partners within the community in
32 implementing the program, and an evaluation and recommendation of the
33 opportunities and impediments for expanding the program statewide. The
34 evaluation and recommendation should include input from statewide
35 homeless housing and service provider networks and business
36 associations.

37 (29) \$466,000 of the Washington housing trust account--state
38 appropriation is provided solely for the department to provide one-time

1 funding to the Tacoma housing authority to offset expenses associated
2 with remediating units of low-income housing that have been
3 contaminated by the manufacture or use of methamphetamine. The Tacoma
4 housing authority must provide sufficient documentation to verify the
5 costs associated with remediating units of low-income housing that have
6 been contaminated by the manufacture or use of methamphetamine for
7 which they request support. The department may make full or partial
8 payment once sufficient documentation has been provided.

9 (30) Within existing resources, the department must conduct a data-
10 based evaluation of the effectiveness of the department's international
11 trade services. The report must include comparative data from other
12 states and detail the possible advantages and disadvantages of
13 contracting these services to a nonstate entity. The department must
14 present its findings to the economic development committees of the
15 legislature no later than January 15, 2015.

16 **Sec. 128.** 2013 2nd sp.s. c 4 s 129 (uncodified) is amended to read
17 as follows:

18 **FOR THE ECONOMIC AND REVENUE FORECAST COUNCIL**

19	General Fund--State Appropriation (FY 2014)	(((\$764,000))
20		<u>\$758,000</u>
21	General Fund--State Appropriation (FY 2015)	(((\$802,000))
22		<u>\$805,000</u>
23	Lottery Administrative Account--State Appropriation	\$50,000
24	TOTAL APPROPRIATION	(((\$1,616,000))
25		<u>\$1,613,000</u>

26 **Sec. 129.** 2013 2nd sp.s. c 4 s 130 (uncodified) is amended to read
27 as follows:

28 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

29	General Fund--State Appropriation (FY 2014)	(((\$18,414,000))
30		<u>\$17,942,000</u>
31	General Fund--State Appropriation (FY 2015)	(((\$17,542,000))
32		<u>\$17,539,000</u>
33	General Fund--Federal Appropriation	(((\$31,340,000))
34		<u>\$34,336,000</u>
35	General Fund--Private/Local Appropriation	\$370,000
36	Economic Development Strategic Reserve Account--State	

1	Appropriation	((\$289,000))
2		<u>\$288,000</u>
3	Personnel Service Fund--State Appropriation	((\$8,656,000))
4		<u>\$8,592,000</u>
5	Data Processing Revolving Account--State	
6	Appropriation	((\$6,015,000))
7		<u>\$6,552,000</u>
8	Higher Education Personnel Services Account--State	
9	Appropriation	\$1,497,000
10	Performance Audits of Government Account--State	
11	Appropriation	\$4,000,000
12	TOTAL APPROPRIATION	((\$88,123,000))
13		<u>\$91,116,000</u>

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

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

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

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

35 (2) \$350,000 of the general fund--state appropriation for fiscal
36 year 2014 is provided solely for implementation of Engrossed Second
37 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the

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

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

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

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

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

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

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

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

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

3 (A) Performance in specific metrics;

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

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

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

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

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

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

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

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

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

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

32 (5) \$37,000 of the data processing revolving account--state
33 appropriation is provided solely for the implementation of Engrossed
34 Second Substitute House Bill No. 2192 (state agency permitting). If
35 the bill is not enacted by June 30, 2014, the amounts provided in this
36 subsection shall lapse.

37 (6) \$262,000 of the general fund--state appropriation for fiscal

1 year 2015 is provided solely for the implementation of Substitute House
2 Bill No. 2739 (student success in schools). If the bill is not enacted
3 by June 30, 2014, the amount provided in this subsection shall lapse.

4 (7) Within amounts provided in this section, the office of the
5 chief information officer must survey and review agency security
6 policies and standards including, but not limited to (a) compliance
7 with employee information technology security training policies; (b)
8 agency standards and policies for decommissioning personal computers;
9 and (c) the security plans of the provider one system and other health
10 information technology systems within the health care authority and the
11 department of social and health services to ensure compliance with
12 federal health information portability and accountability act rules and
13 the council for affordable quality healthcare committee on operating
14 rules for information exchange. The office must report to the
15 legislature by December 1, 2014, with findings and recommendations from
16 the survey and review.

17 (8) In conjunction with the office of the chief information
18 officer's prioritization of proposed information technology
19 expenditures, agency budget requests for proposed information
20 technology expenditures shall include the following: The agency's
21 priority ranking of each information technology request; the estimated
22 cost for the current biennium; the estimated total cost of the request
23 over all biennia; and expected timeline to complete the request. The
24 office of the chief information officer and the office of financial
25 management may request agencies to include additional information on
26 proposed information technology expenditure requests.

27 (9) \$300,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for an analysis of statewide jail needs
29 and how operational costs are incurred among local governments. The
30 analysis must examine, among other things, how regional capacity is
31 currently being utilized at the state and local level including, but
32 not limited to: Historical and current utilization, level of security,
33 ability to provide medical and mental health care, and availability of
34 programming. The analysis must examine the financial impact to
35 counties of providing felon and juvenile detention. In addition, the
36 analysis must include the identification of barriers and solutions for
37 the use of local jails in lieu of prison beds including: For
38 individuals who would otherwise be transferred to department of

1 corrections for a short-term stay; for violator population billing and
2 tracking; and for long-term stays in jail in lieu of prison. A report
3 of findings and recommendations must be provided to the governor and
4 legislative fiscal committees by November 1, 2014.

5 (10) \$46,000 of the general fund--state appropriation for fiscal
6 year 2015 is provided solely for the education data center to:

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

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

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

32 **Sec. 130.** 2013 2nd sp.s. c 4 s 131 (uncodified) is amended to read
33 as follows:

34 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

35 Administrative Hearings Revolving Account--State

36 Appropriation ((\$37,772,000))
37 \$38,011,000

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

3 (1) \$151,000 of the administrative hearings revolving account--
4 state appropriation is provided solely for replacement of computer
5 equipment, including servers, routers, and storage system upgrades.
6 The amount provided in this subsection is conditioned on the department
7 satisfying the requirements of the project management oversight
8 standards and policies established by the office of the chief
9 information officer.

10 (2) \$137,000 of the administrative hearings revolving account--
11 state appropriation is provided solely for replacement of a portion of
12 the agency's personal computers. The amount provided in this
13 subsection is conditioned on the department satisfying the requirements
14 of the project management oversight standards and policies established
15 by the office of the chief information officer.

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

20 **Sec. 131.** 2013 2nd sp.s. c 4 s 132 (uncodified) is amended to read
21 as follows:

22 **FOR THE WASHINGTON STATE LOTTERY**

23 Lottery Administrative Account--State

24 Appropriation	((\$25,696,000))
25	<u>\$25,607,000</u>

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

28 (1) \$596,000 of the lottery administrative account--state
29 appropriation is provided solely for the replacement of the lottery's
30 gaming systems vendor contract.

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

33 **Sec. 132.** 2013 2nd sp.s. c 4 s 133 (uncodified) is amended to read
34 as follows:

35 **FOR THE COMMISSION ON HISPANIC AFFAIRS**

36 General Fund--State Appropriation (FY 2014)	((\$238,000))
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1 \$235,000
 2 General Fund--State Appropriation (FY 2015) ((~~\$235,000~~))
 3 \$238,000
 4 TOTAL APPROPRIATION \$473,000

5 **Sec. 133.** 2013 2nd sp.s. c 4 s 134 (uncodified) is amended to read
 6 as follows:

7 **FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS**
 8 General Fund--State Appropriation (FY 2014) ((~~\$233,000~~))
 9 \$238,000
 10 General Fund--State Appropriation (FY 2015) ((~~\$224,000~~))
 11 \$233,000
 12 TOTAL APPROPRIATION ((~~\$457,000~~))
 13 \$471,000

14 **Sec. 134.** 2013 2nd sp.s. c 4 s 135 (uncodified) is amended to read
 15 as follows:

16 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**
 17 Department of Retirement Systems Expense
 18 Account--State Appropriation ((~~\$50,728,000~~))
 19 \$50,599,000

20 The appropriation in this section is subject to the following
 21 conditions and limitations: \$57,000 of the department of retirement
 22 systems expense account--state appropriation is provided solely for the
 23 purposes of Senate Bill No. 6201 (optional life annuities for LEOFF 2
 24 members). If the bill is not enacted by June 30, 2014, the amount
 25 provided in this subsection shall lapse.

26 **Sec. 135.** 2013 2nd sp.s. c 4 s 136 (uncodified) is amended to read
 27 as follows:

28 **FOR THE DEPARTMENT OF REVENUE**
 29 General Fund--State Appropriation (FY 2014) ((~~\$107,985,000~~))
 30 \$108,115,000
 31 General Fund--State Appropriation (FY 2015) ((~~\$106,301,000~~))
 32 \$105,511,000
 33 Timber Tax Distribution Account--State
 34 Appropriation ((~~\$6,102,000~~))
 35 \$6,083,000

1	Waste Reduction/Recycling/Litter Control--State	
2	Appropriation	(((\$132,000))
3		<u>\$131,000</u>
4	State Toxics Control Account--State Appropriation	(((\$93,000))
5		<u>\$92,000</u>
6	((Master License Fund--State Appropriation	(\$17,082,000))
7	<u>Business License Account--State Appropriation</u>	<u>\$17,043,000</u>
8	Data Processing Revolving Account--State Appropriation . . .	\$6,751,000
9	TOTAL APPROPRIATION	(((\$244,446,000))
10		<u>\$243,726,000</u>

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

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

16 (2) \$6,751,000 of the data processing revolving account--state
17 appropriation and \$4,853,000 of the master license fund--state
18 appropriation are provided solely for the replacement of the
19 department's legacy business systems. The amounts provided in this
20 subsection are conditioned on the department satisfying the
21 requirements of the project management oversight standards and policies
22 established by the office of the chief information officer.

23 (3) \$495,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$431,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for the implementation of House
26 Bill No. 1971 or Senate Bill No. 5873 (communications services reform).
27 If neither bill is enacted by June 30, 2013, the amounts provided in
28 the subsection shall lapse.

29 (4) \$641,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$297,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for the implementation of Senate
32 Bill No. 5882 or House Bill No. 2081 (tax preferences and
33 transparency). If neither bill is enacted by June 30, 2013, the
34 amounts provided in the subsection shall lapse.

35 (5) \$78,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$262,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for implementation of Substitute

1 Senate Bill No. 5360 (unpaid wage collection). If the bill is not
2 enacted by June 30, 2014, the amounts provided in this subsection shall
3 lapse.

4 (6) \$8,000 of the general fund--state appropriation for fiscal year
5 2014 is provided solely for implementation of Second Engrossed Second
6 Substitute House Bill No. 2493 (land use/horticulture). If the bill is
7 not enacted by June 30, 2014, the amount provided in this subsection
8 shall lapse.

9 (7) \$14,000 of the general fund--state appropriation for fiscal
10 year 2015 is provided solely for implementation of Engrossed Substitute
11 House Bill No. 1287 (Indian tribes/property tax). If the bill is not
12 enacted by June 30, 2014, the amount provided in this subsection shall
13 lapse.

14 (8) \$25,000 of the general fund--state appropriation for fiscal
15 year 2015 is provided solely for implementation of Substitute House
16 Bill No. 1634 (property tax levy limit). If the bill is not enacted by
17 June 30, 2014, the amount provided in this subsection shall lapse.

18 (9) The department must consult with counties it determines to be
19 directly affected by the United States open golf championship held in
20 June 2015 in Washington state for the purpose of establishing metrics
21 to estimate the additional state sales tax revenue attributable to that
22 event. The department must report the additional state sales tax
23 revenue attributable to the United States open golf championship to the
24 fiscal committees of the legislature not later than December 1, 2015.

25 **Sec. 136.** 2013 2nd sp.s. c 4 s 137 (uncodified) is amended to read
26 as follows:

27 **FOR THE BOARD OF TAX APPEALS**

28	General Fund--State Appropriation (FY 2014)	((\$1,217,000))
29		<u>\$1,203,000</u>
30	General Fund--State Appropriation (FY 2015)	((\$1,178,000))
31		<u>\$1,174,000</u>
32	TOTAL APPROPRIATION	((\$2,395,000))
33		<u>\$2,377,000</u>

34 **Sec. 137.** 2013 2nd sp.s. c 4 s 138 (uncodified) is amended to read
35 as follows:

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

2 OMWBE Enterprises Account--State Appropriation ((\$4,077,000))
3 \$3,999,000

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

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

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

23 **Sec. 138.** 2013 2nd sp.s. c 4 s 139 (uncodified) is amended to read
24 as follows:

25 **FOR THE INSURANCE COMMISSIONER**

26 General Fund--State Appropriation (FY 2014) \$300,000
27 General Fund--State Appropriation (FY 2015) ((\$100,000))
28 \$227,000
29 General Fund--Federal Appropriation ((\$4,495,000))
30 \$4,486,000
31 Health Benefit Exchange Account--State Appropriation \$676,000
32 Insurance Commissioners Regulatory Account--State
33 Appropriation ((\$49,555,000))
34 \$50,145,000
35 TOTAL APPROPRIATION ((\$55,126,000))
36 \$55,834,000

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

3 (1) \$676,000 of the health benefit exchange account--state
4 appropriation is provided solely to implement Engrossed Substitute
5 House Bill No. 1947 (Washington health benefit exchange). If the bill
6 is not enacted by June 30, 2013, the amount provided in this subsection
7 shall lapse.

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

11 (3) \$498,000 of the insurance commissioners regulatory account--
12 state appropriation is provided solely for the implementation of
13 Substitute House Bill No. 2461 (insurance company solvency). If the
14 bill is not enacted by June 30, 2014, the amount provided in this
15 subsection shall lapse.

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

21 **Sec. 139.** 2013 2nd sp.s. c 4 s 140 (uncodified) is amended to read
22 as follows:

23 **FOR THE STATE INVESTMENT BOARD**

24 State Investment Board Expense Account--State
25 Appropriation ((~~\$36,035,000~~))
26 \$35,967,000

27 **Sec. 140.** 2013 2nd sp.s. c 4 s 141 (uncodified) is amended to read
28 as follows:

29 **FOR THE LIQUOR CONTROL BOARD**

30 Dedicated Marijuana Fund--State Appropriation \$8,136,000
31 Liquor Revolving Account--State Appropriation ((~~\$65,146,000~~))
32 \$57,268,000
33 General Fund--Federal Appropriation \$945,000
34 General Fund--Private/Local Appropriation \$25,000
35 TOTAL APPROPRIATION ((~~\$66,116,000~~))
36 \$66,374,000

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

3 (1) (~~(\$2,494,000 of the liquor revolving account state~~
4 ~~appropriation is provided solely for the liquor control board to~~
5 ~~implement Initiative Measure No. 502.~~

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

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

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

25 (2) For the purposes of RCW 43.88.110(7), any initial cash deficit
26 in the dedicated marijuana fund must be liquidated over the remainder
27 of the 2013-2015 fiscal biennium.

28 (3) \$786,000 of the dedicated marijuana fund--state appropriation
29 is provided solely for implementation of Engrossed Third Substitute
30 Senate Bill No. 5887 (medical and recreational marijuana). If the bill
31 is not enacted by June 30, 2014, the amount provided in this subsection
32 shall lapse.

33 **Sec. 141.** 2013 2nd sp.s. c 4 s 142 (uncodified) is amended to read
34 as follows:

35 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

36 General Fund--Federal Appropriation \$150,000

37 General Fund--Private/Local Appropriation ((\$11,228,000))

1 \$11,217,000
2 Public Service Revolving Account--State
3 Appropriation ((~~\$29,893,000~~))
4 \$29,850,000
5 Pipeline Safety Account--State Appropriation ((~~\$4,411,000~~))
6 \$4,407,000
7 Pipeline Safety Account--Federal Appropriation ((~~\$1,938,000~~))
8 \$1,929,000
9 TOTAL APPROPRIATION ((~~\$47,620,000~~))
10 \$47,553,000

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

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

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

26 **Sec. 142.** 2013 2nd sp.s. c 4 s 143 (uncodified) is amended to read
27 as follows:

28 **FOR THE MILITARY DEPARTMENT**

29 General Fund--State Appropriation (FY 2014) ((~~\$1,880,000~~))
30 \$1,833,000
31 General Fund--State Appropriation (FY 2015) ((~~\$1,846,000~~))
32 \$1,640,000
33 General Fund--Federal Appropriation ((~~\$140,135,000~~))
34 \$140,024,000
35 Enhanced 911 Account--State Appropriation ((~~\$58,514,000~~))
36 \$58,392,000
37 Disaster Response Account--State Appropriation ((~~\$14,531,000~~))

1		<u>\$20,223,000</u>
2	Disaster Response Account--Federal Appropriation	((\$53,253,000))
3		<u>\$69,625,000</u>
4	Military Department Rent and Lease Account--State	
5	Appropriation	\$615,000
6	Worker and Community Right-to-Know Account--State	
7	Appropriation	((\$2,794,000))
8		<u>\$3,180,000</u>
9	TOTAL APPROPRIATION	((\$273,568,000))
10		<u>\$295,532,000</u>

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

13 (1) ((~~\$14,531,000~~)) \$20,223,000 of the disaster response account--
14 state appropriation and ((~~\$53,253,000~~)) \$69,625,000 of the disaster
15 response account--federal appropriation may be spent only on disasters
16 declared by the governor and with the approval of the office of
17 financial management. The military department shall submit a report to
18 the office of financial management and the legislative fiscal
19 committees on October 1st and February 1st of each year detailing
20 information on the disaster response account, including: (a) The
21 amount and type of deposits into the account; (b) the current available
22 fund balance as of the reporting date; and (c) the projected fund
23 balance at the end of the 2014-2015 biennium based on current revenue
24 and expenditure patterns.

25 (2) ((~~\$75,000,000~~)) \$60,000,000 of the general fund--federal
26 appropriation is provided solely for homeland security, subject to the
27 following conditions:

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

31 (b) The department shall submit an annual report to the office of
32 financial management and the legislative fiscal committees detailing
33 the governor's domestic security advisory group recommendations;
34 homeland security revenues and expenditures, including estimates of
35 total federal funding for the state; and incremental changes from the
36 previous estimate.

37 (3) \$388,000 of the worker and community right-to-know account--
38 state appropriation is provided solely for the department's equipment

1 replacement plan. Prior to using appropriated funds for the purchase
2 of server or other related equipment, the department shall create a
3 plan, in consultation with consolidated technology services and the
4 office of the chief information officer, to migrate the department's
5 existing data center to the state data center located in the 1500
6 Jefferson building and use services provided by consolidated technology
7 services instead of purchasing new servers or other related equipment.
8 If the department has specific service or performance requirements for
9 locating servers outside the state data center, the agency will submit
10 a waiver request to the office of the chief information officer as
11 required in RCW 43.41A.150.

12 **Sec. 143.** 2013 2nd sp.s. c 4 s 144 (uncodified) is amended to read
13 as follows:

14 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

15	General Fund--State Appropriation (FY 2014)	(((\$1,977,000))
16		<u>\$1,993,000</u>
17	General Fund--State Appropriation (FY 2015)	(((\$2,036,000))
18		<u>\$2,058,000</u>
19	Higher Education Personnel Services Account--State	
20	Appropriation	\$521,000
21	Personnel Service Account--State Appropriation	(((\$3,300,000))
22		<u>\$3,319,000</u>
23	TOTAL APPROPRIATION	(((\$7,834,000))
24		<u>\$7,891,000</u>

25 **Sec. 144.** 2013 2nd sp.s. c 4 s 145 (uncodified) is amended to read
26 as follows:

27 **FOR THE BOARD OF ACCOUNTANCY**

28	Certified Public Accountants' Account--State	
29	Appropriation	(((\$2,699,000))
30		<u>\$2,680,000</u>

31 **Sec. 145.** 2013 2nd sp.s. c 4 s 147 (uncodified) is amended to read
32 as follows:

33 **FOR THE HORSE RACING COMMISSION**

34	Horse Racing Commission Operating Account--State	
35	Appropriation	(((\$3,552,000))

1 \$3,436,000

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

8 **Sec. 146.** 2013 2nd sp.s. c 4 s 148 (uncodified) is amended to read
9 as follows:

10 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

11	General Fund--State Appropriation (FY 2014)	((\$3,654,000))
12		<u>\$3,661,000</u>
13	General Fund--State Appropriation (FY 2015)	((\$3,628,000))
14		<u>\$5,863,000</u>
15	Building Code Council Account--State Appropriation . . .	((\$1,227,000))
16		<u>\$1,223,000</u>
17	<u>Data Processing Revolving Account--State</u>	
18	<u>Appropriation</u>	<u>\$7,062,000</u>
19	<u>Enterprise Services Account--State Appropriation</u>	<u>\$2,400,000</u>
20	TOTAL APPROPRIATION	((\$8,509,000))
21		<u>\$20,209,000</u>

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

24 (1) \$3,287,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$3,286,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the payment of facilities and
27 services charges, utilities and contracts charges, public and historic
28 facilities charges, and capital projects surcharges allocable to the
29 senate, house of representatives, statute law committee, and joint
30 legislative systems committee. The department shall allocate charges
31 attributable to these agencies among the affected revolving funds. The
32 department shall maintain an interagency agreement with these agencies
33 to establish performance standards, prioritization of preservation and
34 capital improvement projects, and quality assurance provisions for the
35 delivery of services under this subsection. The legislative agencies
36 named in this subsection shall continue to enjoy all of the same rights

1 of occupancy and space use on the capitol campus as historically
2 established.

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

6 (3) The building code council account appropriation is provided
7 solely for the operation of the state building code council as required
8 by statute and modified by the standards established by executive order
9 10-06. The council shall not consider any proposed code amendment or
10 take any other action not authorized by statute or in compliance with
11 the standards established in executive order 10-06. No member of the
12 council may receive compensation, per diem, or reimbursement for
13 activities other than physical attendance at those meetings of the
14 state building code council or the council's designated committees, at
15 which the opportunity for public comment is provided generally and on
16 all agenda items upon which the council proposes to take action. The
17 building code council shall comply with chapter 19.85 RCW, known as the
18 regulatory fairness act, by including with all proposed substantial
19 code amendments an analysis addressing cost effectiveness, net
20 benefits, payback periods, and life-cycle costs.

21 ((+5)) (4) The department of enterprise services shall purchase
22 flags needed for ceremonial occasions on the capitol campus in order to
23 fully represent the countries that have an international consulate in
24 Washington state.

25 ((+6)) (5) Before any agency may purchase a passenger motor
26 vehicle as defined in RCW 43.19.560, the agency must have written
27 approval from the director of the department of enterprise services.

28 ((+7)) (6) \$2,400,000 of the ((data processing revolving account))
29 enterprise services account--state appropriation is provided solely for
30 the implementation of a pilot program to implement a strategy and
31 action plan to modernize the state's enterprise financial and
32 administrative systems. The department, the office of financial
33 management, and the office of the chief information officer, will lead
34 the planning effort and establish advisory committees composed of key
35 stakeholders. The plan will include an assessment of the readiness of
36 state government to conduct a business transformation and system
37 replacement project of this scale. The plan shall incorporate the
38 objectives of lean management and should include recommendations on:

1 Project scope, phasing and timeline, expected outcomes and measures of
2 success, product strategy, budget and financing strategy options, risk
3 mitigation, staffing and organization, and strategies to close
4 readiness gaps. The department shall submit the implementation plan to
5 the fiscal committees of the legislature by December 15, ~~((2013))~~ 2014.

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

10 ~~((+8) \$8,013,000))~~ (7) \$7,062,000 of the data processing revolving
11 account--state appropriation is provided solely for the implementation
12 of a pilot program to implement a time, leave, and attendance
13 enterprise system. The amounts provided in this subsection are
14 conditioned on the department satisfying the requirements of the
15 project management oversight standards and policies established by the
16 office of the chief information officer.

17 ~~((+9))~~ (8) From the fee charged to master contract vendors, the
18 department shall transfer to the office of minority and women's
19 business enterprises in equal monthly installments \$2,039,000 in fiscal
20 year 2014 and \$2,038,000 in fiscal year 2015.

21 ~~((+10))~~ (9) The legislature intends to review for purchase parcel
22 number one and surrounding property on McNeil Island. The department
23 shall coordinate with the federal government to obtain an appraisal
24 determining the fair market value and shall provide an estimate to the
25 legislative fiscal committees by October 1, 2013.

26 (10) Appropriations to state agencies in this act have been reduced
27 to reflect the following changes and reductions in services provided by
28 the department. The department shall revise its central services rates
29 charged to state agencies to implement these changes in services and
30 policy: Small agency client services shall be transferred to the
31 office of financial management on July 1, 2014; small agency human
32 resources services shall cease on July 1, 2014; and costs for the print
33 and imaging program shall be fully recovered through rates charged to
34 state agencies and other government and nonprofit entities for this
35 service.

36 (11) On a one-time basis, \$2,250,000 of the general fund--state
37 appropriation for fiscal year 2015 is provided solely for incremental
38 costs to facilitate the purchasing of electricity for use in state

1 government operations from in-state alternative power sources
 2 consisting of high-efficiency cogeneration from woody biomass that is
 3 at least sixty-five percent energy efficient based upon low heat value,
 4 coal transition power, and solar energy facilities. This funding shall
 5 be provided on a temporary basis to assist state agencies to make
 6 purchases from in-state alternative power sources. The department may
 7 solicit proposals from local electric utilities that currently serve
 8 state operations.

9 **Sec. 147.** 2013 2nd sp.s. c 4 s 149 (uncodified) is amended to read
 10 as follows:

11 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

12 Volunteer Firefighters' and Reserve Officers'
 13 Administrative Account--State Appropriation (~~(\$1,044,000)~~)
 14 \$959,000

15 **Sec. 148.** 2013 2nd sp.s. c 4 s 150 (uncodified) is amended to read
 16 as follows:

17 **FOR THE DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION**

18 General Fund--State Appropriation (FY 2014) (~~(\$1,293,000)~~)
 19 \$1,271,000
 20 General Fund--State Appropriation (FY 2015) (~~(\$1,242,000)~~)
 21 \$1,258,000
 22 General Fund--Federal Appropriation (~~(\$1,950,000)~~)
 23 \$1,944,000
 24 General Fund--Private/Local Appropriation \$14,000
 25 TOTAL APPROPRIATION (~~(\$4,499,000)~~)
 26 \$4,487,000

(End of part)

PART II
HUMAN SERVICES

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

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

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

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

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

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

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

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

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

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

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

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

34 (b) To the extent that transfers under (a) of this subsection are
35 insufficient to fund actual expenditures in excess of fiscal year 2014
36 caseload forecasts and utilization assumptions in the long-term care,
37 foster care, adoptions support, medicaid personal care, and child
38 support programs, the department may transfer state moneys that are

1 provided solely for a specified purpose. The department shall not
2 transfer funds, and the director of financial management shall not
3 approve the transfer, unless the transfer is consistent with the
4 objective of conserving, to the maximum extent possible, the
5 expenditure of state funds. The director of financial management shall
6 notify the appropriate fiscal committees of the senate and house of
7 representatives in writing seven days prior to approving any allotment
8 modifications or transfers under this subsection. The written
9 notification shall include a narrative explanation and justification of
10 the changes, along with expenditures and allotments by budget unit and
11 appropriation, both before and after any allotment modifications or
12 transfers.

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

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

17	General Fund--State Appropriation (FY 2014)	((\$296,676,000))
18		<u>\$297,837,000</u>
19	General Fund--State Appropriation (FY 2015)	((\$297,641,000))
20		<u>\$298,132,000</u>
21	General Fund--Federal Appropriation	((\$489,939,000))
22		<u>\$495,189,000</u>
23	General Fund--Private/Local Appropriation	\$1,354,000
24	Home Security Fund Account--State Appropriation	\$10,741,000
25	Domestic Violence Prevention Account--State	
26	Appropriation	\$1,240,000
27	Child and Family Reinvestment Account--State	
28	Appropriation	((\$6,491,000))
29		<u>\$2,647,000</u>
30	TOTAL APPROPRIATION	((\$1,104,082,000))
31		<u>\$1,107,140,000</u>

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

34 (1) Within amounts provided for the foster care and adoption
35 support programs, the department shall control reimbursement decisions
36 for foster care and adoption support cases such that the aggregate

1 average cost per case for foster care and for adoption support does not
2 exceed the amounts assumed in the projected caseload expenditures.

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

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

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

1 specifically authorized by chapter 13.32A RCW. The reductions to
2 appropriations in this subsection related to semi-secure crisis
3 residential centers reflect a reduction to the number of beds for semi-
4 secure crisis residential centers and not a reduction in rates. Any
5 secure crisis residential center or semi-secure crisis residential
6 center bed reduction shall not be based solely upon bed utilization.
7 The department is to exercise its discretion in reducing the number of
8 beds but to do so in a manner that maintains availability and
9 geographic representation of semi-secure and secure crisis residential
10 centers.

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

20 (6) \$73,000 of the general fund--state appropriation for fiscal
21 year 2014, \$20,000 of the general fund--state appropriation for fiscal
22 year 2015, and \$31,000 of the general fund--federal appropriation are
23 provided solely for implementation of Second Substitute House Bill No.
24 1566 (youth in out-of-home care). If the bill is not enacted by June
25 30, 2013, the amounts provided in this subsection shall lapse.

26 (7) \$88,000 of the general fund--state appropriation for fiscal
27 year 2014, \$2,000 of the general fund--state appropriation for fiscal
28 year 2015, and \$28,000 of the general fund--federal appropriation are
29 provided solely for implementation of Engrossed Substitute House Bill
30 No. 1774 (child welfare system). If the bill is not enacted by June
31 30, 2013, the amounts provided in this subsection shall lapse.

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

1 (9) \$579,000 of the general fund--state appropriation for fiscal
2 year 2014, \$579,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$109,000 of the general fund--federal appropriation are
4 provided solely for a receiving care center east of the Cascade
5 mountains.

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

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

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

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

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

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

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

37 (iii) Monitoring education progress of participating youth;

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

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

5 (f) The contracted nongovernmental entity or entities must report
6 demonstration site outcomes to the department of social and health
7 services and the office of public instruction by June 30, 2014, for the
8 2013-14 school year, and by June 30, 2015, for the 2014-15 school year.

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

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

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

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

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

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

1 financial management following notification to the legislative fiscal
2 committees.

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

7 (14) \$494,000 of the general fund--state appropriation for fiscal
8 year 2014, ((~~\$1,783,000~~)) \$6,332,000 of the general fund--state
9 appropriation for fiscal year 2015, ((~~\$6,491,000~~)) \$2,647,000 of the
10 child and family reinvestment account--state appropriation, and
11 ((~~\$8,274,000~~)) \$9,474,000 of the general fund--federal appropriation,
12 are provided solely for the implementation and operations of the family
13 assessment response program.

14 (15) \$35,000 of the general fund--state appropriation for fiscal
15 year 2015 is provided solely for a rate add-on paid to residential
16 facilities providing behavioral rehabilitation service placements to
17 children or youth who have been assessed as needing mental health
18 services through the mental health division's children's long-term
19 inpatient program and are waiting for an available placement. In no
20 case shall the department decrease any rates paid to such residential
21 facilities as a result of this subsection.

22 (16) \$329,000 of the general fund--state appropriation for fiscal
23 year 2015 and \$48,000 of the general fund--federal appropriation are
24 provided solely for a tiered reimbursement pilot project for family
25 home and center child care providers who participate in the early
26 achievers quality and improvement system. The tiered reimbursement
27 rates shall be consistent with those established by the department of
28 early learning.

29 (17) \$150,000 of the general fund--state appropriation for fiscal
30 year 2015 is provided solely for training, technical assistance, and
31 fidelity oversight for an open source parenting program developed by a
32 university-based child welfare research entity. Expenditure of the
33 amount provided in this subsection is contingent upon the availability
34 of private or local funds necessary for the research entity to develop
35 the open source parenting curriculum. The children's administration
36 must make the open source parenting program available to parents with
37 an open child welfare case beginning January 1, 2015.

1 (2) \$2,716,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$2,716,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the implementation of chapter
4 338, Laws of 1997 (juvenile code revisions). The amounts provided in
5 this subsection are intended to provide funding for county impacts
6 associated with the implementation of chapter 338, Laws of 1997 and
7 shall be distributed to counties as prescribed in the current
8 consolidated juvenile services (CJS) formula.

9 (3) \$3,482,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$3,482,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely to implement community juvenile
12 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile
13 code revisions). Funds provided in this subsection may be used solely
14 for community juvenile accountability grants, administration of the
15 grants, and evaluations of programs funded by the grants.

16 (4) \$1,130,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$1,130,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely to implement alcohol and substance
19 abuse treatment programs for locally committed offenders. The juvenile
20 rehabilitation administration shall award these moneys on a competitive
21 basis to counties that submitted a plan for the provision of services
22 approved by the division of alcohol and substance abuse. The juvenile
23 rehabilitation administration shall develop criteria for evaluation of
24 plans submitted and a timeline for awarding funding and shall assist
25 counties in creating and submitting plans for evaluation.

26 (5) \$3,123,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$3,123,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for grants to county juvenile
29 courts for the following programs identified by the Washington state
30 institute for public policy (institute) in its October 2006 report:
31 "Evidence-Based Public Policy Options to Reduce Future Prison
32 Construction, Criminal Justice Costs and Crime Rates": Functional
33 family therapy, multi-systemic therapy, aggression replacement training
34 and interagency coordination programs, or other programs with a
35 positive benefit-cost finding in the institute's report. County
36 juvenile courts shall apply to the juvenile rehabilitation
37 administration for funding for program-specific participation and the

1 administration shall provide grants to the courts consistent with the
2 per-participant treatment costs identified by the institute.

3 (6) \$1,537,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$1,537,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for expansion of the following
6 treatments and therapies in juvenile rehabilitation administration
7 programs identified by the Washington state institute for public policy
8 in its October 2006 report: "Evidence-Based Public Policy Options to
9 Reduce Future Prison Construction, Criminal Justice Costs and Crime
10 Rates": Multidimensional treatment foster care, family integrated
11 transitions, and aggression replacement training, or other programs
12 with a positive benefit-cost finding in the institute's report. The
13 administration may concentrate delivery of these treatments and
14 therapies at a limited number of programs to deliver the treatments in
15 a cost-effective manner.

16 (7)(a) The juvenile rehabilitation administration shall administer
17 a block grant, rather than categorical funding, of consolidated
18 juvenile service funds, community juvenile accountability act grants,
19 the chemical dependency disposition alternative funds, the mental
20 health disposition alternative, and the sentencing disposition
21 alternative for the purpose of serving youth adjudicated in the
22 juvenile justice system. In making the block grant, the juvenile
23 rehabilitation administration shall follow the following formula and
24 will prioritize evidence-based programs and disposition alternatives
25 and take into account juvenile courts program-eligible youth in
26 conjunction with the number of youth served in each approved evidence-
27 based program or disposition alternative: (i) Thirty-seven and one-
28 half percent for the at-risk population of youth ten to seventeen years
29 old; (ii) fifteen percent for moderate and high-risk youth; (iii)
30 twenty-five percent for evidence-based program participation; (iv)
31 seventeen and one-half percent for minority populations; (v) three
32 percent for the chemical dependency disposition alternative; and (vi)
33 two percent for the mental health and sentencing dispositional
34 alternatives. Funding for the special sex offender disposition
35 alternative (SSODA) shall not be included in the block grant, but
36 allocated on the average daily population in juvenile courts. Funding
37 for the evidence-based expansion grants shall be excluded from the
38 block grant formula. Funds may be used for promising practices when

1 approved by the juvenile rehabilitation administration and juvenile
2 courts, through the community juvenile accountability act committee,
3 based on the criteria established in consultation with Washington state
4 institute for public policy and the juvenile courts.

5 (b) The juvenile rehabilitation administration and the juvenile
6 courts shall establish a block grant funding formula oversight
7 committee with equal representation from the juvenile rehabilitation
8 administration and the juvenile courts. The purpose of this committee
9 is to assess the ongoing implementation of the block grant funding
10 formula, utilizing data-driven decision making and the most current
11 available information. The committee will be cochaired by the juvenile
12 rehabilitation administration and the juvenile courts, who will also
13 have the ability to change members of the committee as needed to
14 achieve its purpose. Initial members will include one juvenile court
15 representative from the finance committee, the community juvenile
16 accountability act committee, the risk assessment quality assurance
17 committee, the executive board of the Washington association of
18 juvenile court administrators, the Washington state center for court
19 research, and a representative of the superior court judges
20 association; two representatives from the juvenile rehabilitation
21 administration headquarters program oversight staff, two
22 representatives of the juvenile rehabilitation administration regional
23 office staff, one representative of the juvenile rehabilitation
24 administration fiscal staff and a juvenile rehabilitation
25 administration division director. The committee may make changes to
26 the formula categories other than the evidence-based program and
27 disposition alternative categories if it is determined the changes will
28 increase statewide service delivery or effectiveness of evidence-based
29 program or disposition alternative resulting in increased cost benefit
30 savings to the state. Long-term cost benefit must be considered.
31 Percentage changes may occur in the evidence-based program or
32 disposition alternative categories of the formula should it be
33 determined the changes will increase evidence-based program or
34 disposition alternative delivery and increase the cost benefit to the
35 state. These outcomes will also be considered in determining when
36 evidence-based expansion or special sex offender disposition
37 alternative funds should be included in the block grant or left
38 separate.

1 (c) The juvenile courts and administrative office of the courts
2 shall be responsible for collecting and distributing information and
3 providing access to the data systems to the juvenile rehabilitation
4 administration and the Washington state institute for public policy
5 related to program and outcome data. The juvenile rehabilitation
6 administration and the juvenile courts will work collaboratively to
7 develop program outcomes that reinforce the greatest cost benefit to
8 the state in the implementation of evidence-based practices and
9 disposition alternatives.

10 (8) The juvenile courts and administrative office of the courts
11 shall collect and distribute information related to program outcome and
12 provide access to these data systems to the juvenile rehabilitation
13 administration and Washington state institute for public policy. The
14 agreements between administrative office of the courts, the juvenile
15 courts, and the juvenile rehabilitation administration shall be
16 executed to ensure that the juvenile rehabilitation administration
17 receives the data that the juvenile rehabilitation administration
18 identifies as needed to comply with this subsection. This includes,
19 but is not limited to, information by program at the statewide
20 aggregate level, individual court level, and individual client level
21 for the purpose of the juvenile rehabilitation administration providing
22 quality assurance and oversight for the locally committed youth block
23 grant and associated funds and at times as specified by the juvenile
24 rehabilitation administration as necessary to carry out these
25 functions. The data shall be provided in a manner that reflects the
26 collaborative work the juvenile rehabilitation administration and
27 juvenile courts have developed regarding program outcomes that
28 reinforce the greatest cost benefit to the state in the implementation
29 of evidence-based practices and disposition alternatives.

30 (9) \$445,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$445,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for funding of the teamchild
33 project.

34 (10) \$178,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$178,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the juvenile detention
37 alternatives initiative.

1 (11) \$250,000 of the general fund--state appropriation for fiscal
 2 year 2014 and \$250,000 of the general fund--state appropriation for
 3 fiscal year 2015 are provided solely for a grant program focused on
 4 criminal street gang prevention and intervention. The Washington state
 5 partnership council on juvenile justice may award grants under this
 6 subsection. The council shall give priority to applicants who have
 7 demonstrated the greatest problems with criminal street gangs.
 8 Applicants composed of, at a minimum, one or more local governmental
 9 entities and one or more nonprofit, nongovernmental organizations that
 10 have a documented history of creating and administering effective
 11 criminal street gang prevention and intervention programs may apply for
 12 funding under this subsection.

13 (12) \$400,000 of the general fund--state appropriation for fiscal
 14 year 2015 is provided solely for competitive grants to community-based
 15 organizations to provide at-risk youth intervention services, including
 16 but not limited to, case management, employment services, educational
 17 services, and street outreach intervention programs. Projects funded
 18 should focus on preventing, intervening, and suppressing behavioral
 19 problems and violence while linking at-risk youth to pro-social
 20 activities. The costs of administration may not exceed four percent of
 21 appropriated funding for each grant recipient. Each entity receiving
 22 funds must report to the juvenile rehabilitation administration on the
 23 number and types of youth served, the services provided, and the impact
 24 of those services upon the youth and the community.

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

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

29 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

30 General Fund--State Appropriation (FY 2014)	((\$327,467,000))
31	<u>\$328,527,000</u>
32 General Fund--State Appropriation (FY 2015)	((\$308,723,000))
33	<u>\$329,208,000</u>
34 General Fund--Federal Appropriation	((\$561,394,000))
35	<u>\$666,113,000</u>
36 General Fund--Private/Local Appropriation	\$17,864,000
37 TOTAL APPROPRIATION	((\$1,215,448,000))

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

(a) \$104,999,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$85,895,000)~~) \$88,895,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for persons and services not covered by the medicaid program. To the extent possible, levels of regional support network spending shall be maintained in the following priority order: Crisis and commitment services; community inpatient services; and residential care services, including personal care and emergency housing assistance. This is a reduction in flexible nonmedicaid funding of \$4,343,000 for fiscal year 2014 and (~~(\$23,446,000)~~) \$20,446,000 for fiscal year 2015. This reduction reflects offsets in state funding related to services that will now be funded with federal dollars through the affordable care act medicaid expansion. This reduction shall be distributed as follows:

(i) The \$4,343,000 reduction in fiscal year 2014 and (~~(\$11,723,000)~~) \$10,223,000 of the reduction in fiscal year 2015 must be distributed among regional support networks based on a formula that equally weights each regional support networks proportion of individuals who become newly eligible and enroll in medicaid under the expansion provisions of the affordable care act in fiscal year 2014 and each regional support network's spending of flexible nonmedicaid funding on services that would be reimbursable for federal medicaid matching funds if provided to medicaid enrollees in the 2011-2013 fiscal biennium.

(ii) The remaining (~~(\$11,723,000)~~) \$10,223,000 reduction in fiscal year 2015 must be distributed among regional support networks based on each regional support network's proportion of individuals who become newly eligible and enroll in medicaid under the expansion provisions of the affordable care act through fiscal year 2015.

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

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

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

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

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

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

33 (g) \$750,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$750,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely to continue performance-based
36 incentive contracts to provide appropriate community support services
37 for individuals with severe mental illness who were discharged from the
38 state hospitals as part of the expanding community services initiative.

1 These funds will be used to enhance community residential and support
2 services provided by regional support networks through other state and
3 federal funding.

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

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

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

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

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

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

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

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

1 outpatient services presently available to persons not eligible for
2 medicaid.

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

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

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

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

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

1 The department shall negotiate relief for outstanding fiscal year
2 2013 reimbursements owed by CD-RSN to the state provided that the CD-
3 RSN has a plan in place that is approved by the department by August 1,
4 2013, that demonstrates how CD-RSN will maintain financial viability
5 and stability or will merge with another regional support network.

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

20 (p) \$266,000 of the general fund--state appropriation for fiscal
21 year 2014 (~~is~~) and \$1,500,000 of the general fund--state
22 appropriation for fiscal year 2015 are provided solely to maintain
23 services for the King county regional support network as it works to
24 transition services to settings that are eligible for federal
25 participation for individuals covered under the medicaid program.

26 (q) Within the amounts appropriated in this section, funding is
27 provided for the department to develop and phase in intensive mental
28 health services for high needs youth consistent with the settlement
29 agreement in T.R. v. Dreyfus and Porter.

30 (r) \$7,281,000 of the general fund--state appropriation for fiscal
31 year 2015 and \$4,589,000 of the general fund--federal appropriation are
32 provided solely for enhancement of community mental health services.
33 The department must contract these funds for the operation of community
34 programs in which the department determines there is a need for
35 capacity that allows individuals to be diverted or transitioned from
36 the state hospitals including but not limited to: (i) Community
37 hospital or free standing evaluation and treatment services providing
38 short-term detention and commitment services under the involuntary

1 treatment act to be located in the geographic areas of the King
 2 regional support network, the Spokane regional support network outside
 3 of Spokane county, and the Thurston Mason regional support network;
 4 (ii) one new full program of an assertive community treatment team in
 5 the King regional support network and two new half programs of
 6 assertive community treatment teams in the Spokane regional support
 7 network and the Pierce regional support network; and (iii) three new
 8 recovery support services programs in the Grays Harbor regional support
 9 network, the greater Columbia regional support network, and the north
 10 sound regional support network. In contracting for community
 11 evaluation and treatment services, the department may not use these
 12 resources in facilities that meet the criteria to be classified under
 13 federal law as institutions for mental diseases. If the department is
 14 unable to come to a contract agreement with a designated regional
 15 support network for any of the services identified above, it may
 16 consider contracting for that service in another regional support
 17 network that has the need for such service.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 2014)	((\$135,246,000))
20		<u>\$137,913,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$131,863,000))
22		<u>\$130,754,000</u>
23	General Fund--Federal Appropriation	((\$150,863,000))
24		<u>\$158,952,000</u>
25	General Fund--Private/Local Appropriation	((\$63,097,000))
26		<u>\$58,844,000</u>
27	TOTAL APPROPRIATION	((\$481,069,000))
28		<u>\$486,463,000</u>

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

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

34 (b) \$231,000 of the general fund--state appropriation for fiscal
 35 year 2014 and \$231,000 of the general fund--state appropriation for
 36 fiscal year 2015 are provided solely for a community partnership
 37 between western state hospital and the city of Lakewood to support
 38 community policing efforts in the Lakewood community surrounding

1 western state hospital. The amounts provided in this subsection (2)(b)
2 are for the salaries, benefits, supplies, and equipment for one full-
3 time investigator, one full-time police officer, and one full-time
4 community service officer at the city of Lakewood.

5 (c) \$45,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$45,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for payment to the city of
8 Lakewood for police services provided by the city at western state
9 hospital and adjacent areas.

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

15 (e) (~~(\$2,068,000)~~) \$2,994,000 of the general fund--state
16 appropriation for fiscal year 2014, (~~(\$2,066,000)~~) \$5,266,000 of the
17 general fund--state appropriation for fiscal year 2015, and \$240,000 of
18 the general fund--federal appropriation are provided solely for the
19 state psychiatric hospitals to plan, procure, and implement the core
20 elements of an electronic medical record system that is compliant with
21 the international classification of diseases (ICD-10) by October 1,
22 2014. These funds must only be used for an electronic medical record
23 system that meets federal criteria for electronic sharing of patient
24 information and clinical care summaries with doctors' offices,
25 hospitals, and health systems which use federally certified electronic
26 health record systems. The procurement and implementation shall be
27 conducted to allow for these services to be expanded to the department
28 of corrections. The amounts provided in this subsection are
29 conditioned on the department satisfying the requirements of the
30 project management oversight standards and policies established by the
31 office of the chief information officer.

32 (3) SPECIAL PROJECTS

33	General Fund--State Appropriation (FY 2014)	((\$1,609,000))
34		<u>\$1,612,000</u>
35	General Fund--State Appropriation (FY 2015)	((\$1,610,000))
36		<u>\$452,000</u>
37	General Fund--Federal Appropriation	\$6,286,000
38	TOTAL APPROPRIATION	((\$9,505,000))

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

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

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

(4) PROGRAM SUPPORT

General Fund--State Appropriation (FY 2014)	(\$5,287,000)
	<u>\$5,807,000</u>
General Fund--State Appropriation (FY 2015)	(\$4,777,000)
	<u>\$7,418,000</u>
General Fund--Federal Appropriation	(\$7,711,000)
	<u>\$10,030,000</u>
General Fund--Private/Local Appropriation	\$502,000
TOTAL APPROPRIATION	(\$18,277,000)
	<u>\$23,757,000</u>

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

(a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to adopt license and certification fees in fiscal years 2014 and 2015 to support the costs of the regulatory program. The department's fee schedule shall have differential rates for providers with proof of accreditation from organizations that the department has determined to have substantially equivalent standards to those of the department, including but not limited to the joint

1 commission on accreditation of health care organizations, the
2 commission on accreditation of rehabilitation facilities, and the
3 council on accreditation. To reflect the reduced costs associated with
4 regulation of accredited programs, the department's fees for
5 organizations with such proof of accreditation must reflect the lower
6 costs of licensing for these programs than for other organizations
7 which are not accredited.

8 (b) \$74,000 of the general fund--state appropriation for fiscal
9 year 2014, \$74,000 of the general fund--state appropriation for fiscal
10 year 2015, and \$78,000 of the general fund--federal appropriation are
11 provided solely for implementation of chapter 335, Laws of 2013 (ESSB
12 5480).

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

17 (d) In developing the new medicaid managed care rates under which
18 the public mental health managed care system will operate, the
19 department must seek to estimate the reasonable and necessary cost of
20 efficiently and effectively providing a comparable set of medically
21 necessary mental health benefits to persons of different acuity levels
22 regardless of where in the state they live. The department must report
23 to the office of financial management and to the relevant fiscal and
24 policy committees of the legislature on its proposed new mental health
25 managed care rate-setting approach by August 1, 2013, and again at
26 least sixty days prior to implementation of new capitation rates.

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

32 (f) The department shall work cooperatively with the health care
33 authority to explore the feasibility of incentivizing small, rural
34 hospitals to convert, in part or fully, some of their beds to
35 psychiatric treatment beds. No later than December 31, 2014, the
36 department shall report to the appropriate fiscal committees of the
37 legislature on the feasibility of such conversion. The report shall

1 consider rate enhancements and the ability to claim federal medicaid
2 matching funds on converted beds.

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

10 (h) Within the amounts appropriated in this section, funding is
11 provided for the department to continue to develop the child adolescent
12 needs and strengths assessment tool and build workforce capacity to
13 provide evidence based wraparound services for children, consistent
14 with the (~~anticipated~~) settlement agreement in *T.R. v. Dreyfus and*
15 *Porter*.

16 (i) \$144,000 of the general fund--state appropriation for fiscal
17 year 2014, \$466,000 of the general fund--state appropriation for fiscal
18 year 2015, and \$687,000 of the general fund--federal appropriation are
19 provided solely for the implementation of Engrossed Substitute Senate
20 Bill No. 6312 (mental health, chemical dependency) and Engrossed
21 Substitute House Bill No. 2315 (suicide prevention). If Substitute
22 Senate Bill No. 6312 (mental health, chemical dependency) is not
23 enacted by June 30, 2014, the amounts provided in this subsection shall
24 lapse.

25 (j) \$120,000 of the general fund--state appropriation for fiscal
26 year 2014, \$780,000 of the general fund--state appropriation for fiscal
27 year 2015, and \$900,000 of the general fund--federal appropriation are
28 provided solely for contracted actuarial services required for
29 integrating treatment services into managed care contracts in
30 accordance with Second Substitute Senate Bill No. 6312 (mental health,
31 chemical dependency). This includes the development of integrated
32 rates for mental health and chemical dependency services that can be
33 used for contracts with behavioral health and recovery organizations
34 effective April 1, 2016, and for integrated physical health and
35 behavioral health contracts with early adopters. The department shall
36 collaborate with the health care authority, the office of the state
37 actuary, and legislative staff on the establishment of these rates.
38 Contracts for these actuarial services must require the contractors to

1 provide information in response to questions from the health care
2 authority, the office of the state actuary, and legislative staff. By
3 November 1, 2014, the department shall provide a preliminary progress
4 report on the rate setting process to the behavioral health task force
5 established in chapter 338, Laws of 2013, and to the appropriate policy
6 and fiscal committees of the legislature. The department shall provide
7 an updated report to the same entities by June 30, 2015.

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

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

12 (1) COMMUNITY SERVICES

13 General Fund--State Appropriation (FY 2014)	((\$439,963,000))
	<u>\$444,370,000</u>
15 General Fund--State Appropriation (FY 2015)	((\$458,131,000))
	<u>\$470,359,000</u>
17 General Fund--Federal Appropriation	((\$820,769,000))
	<u>\$835,386,000</u>
19 General Fund--Private/Local Appropriation	((\$21,000))
	<u>\$535,000</u>
21 TOTAL APPROPRIATION	((\$1,718,884,000))
	<u>\$1,750,650,000</u>

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

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

29 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
30 43.135.055, the department is authorized to increase nursing facility,
31 assisted living facility, and adult family home fees as necessary to
32 fully support the actual costs of conducting the licensure, inspection,
33 and regulatory programs. The license fees may not exceed the
34 department's annual licensing and oversight activity costs and shall
35 include the department's cost of paying providers for the amount of the
36 license fee attributed to medicaid clients.

1 (i) The current annual renewal license fee for adult family homes
2 shall be increased to \$225 per bed beginning in fiscal year 2014 and
3 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
4 shall be charged to each adult family home when the home is initially
5 licensed. This fee is nonrefundable.

6 (ii) The current annual renewal license fee for assisted living
7 facilities shall be increased to \$106 per bed beginning in fiscal year
8 2014 and \$106 per bed beginning in fiscal year 2015.

9 (iii) The current annual renewal license fee for nursing facilities
10 shall be increased to \$359 per bed beginning in fiscal year 2014 and
11 \$359 per bed beginning in fiscal year 2015.

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

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

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

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

1 project management oversight standards and policies established by the
2 office of the chief information officer.

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

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

12 (i) \$91,000 of the general fund--state appropriation for fiscal
13 year 2015 is provided solely to implement Substitute House Bill No.
14 2310 (provider safety equipment). If the bill is not enacted by June
15 30, 2014, the amount provided in this subsection shall lapse.

16 (j) The department may authorize a one-time waiver of all or any
17 portion of the licensing and processing fees required under RCW
18 70.128.060 in any case in which the department determines that an adult
19 family home is being relicensed because of exceptional circumstances,
20 such as death or incapacity of a provider, and that to require the full
21 payment of the licensing and processing fees would present a hardship
22 to the applicant. In these situations the department is also granted
23 the authority to waive the required residential administrator training
24 for a period of 120 days if necessary to ensure continuity of care
25 during the relicensing process.

26 (k) The department of social and health services shall increase the
27 benchmark rates for community residential service businesses providing
28 supported living, group home, and licensed staff residential services
29 for people with developmental disabilities by thirty cents starting
30 July 1, 2014.

31 (l) By January 1, 2015, the developmental disabilities
32 administration of the department of social and health services shall
33 identify stakeholders to participate in work groups, at their own
34 expense, to complete the following and report to the appropriate
35 committees of the legislature on issues raised in the July 31, 2013,
36 state auditor's report which includes:

37 (i) Providing various community funding scenarios to phase in

1 servicing the fifteen thousand people on the no paid services waitlist
2 caseload;

3 (ii) Developing strategies to expand data gathered during the
4 initial developmental disabilities application process to improve
5 waitlist management;

6 (iii) Identifying ways to streamline the eligibility and assessment
7 processes that ensure fairness for services provided by the
8 developmental disabilities administration;

9 (iv) Providing different options that address the need for more
10 community crisis and respite support for individuals and families;

11 (v) Identifying the resources and models needed to expand community
12 peer support networks so that they can provide greater support to
13 people receiving limited services or waiting for services;

14 (vi) Reviewing how other states use shared support hours for
15 community living;

16 (vii) Identifying additional community residential options;

17 (viii) Identifying strategies to increase employment hours and
18 wages for individuals employed;

19 (ix) Reviewing current community access rules and identifying ways
20 to increase hours of service;

21 (x) Developing strategies to address retaining an adequate
22 workforce;

23 (xi) Identifying ways to streamline the developmental disabilities
24 system to make it easier and more accessible to navigate;

25 (xii) Identifying mechanisms for improved contract monitoring and
26 quality assurance;

27 (xiii) Researching and analyzing moving the developmental
28 disabilities system to a managed care approach and to more self-
29 direction; and

30 (xiv) Identifying the various medicaid waiver and state plan
31 options that could make better use of state funds while making the
32 service delivery system more accessible to people in need of the
33 services.

34 (2) INSTITUTIONAL SERVICES

35 General Fund--State Appropriation (FY 2014) ((\$85,261,000))
36 \$86,005,000

37 General Fund--State Appropriation (FY 2015) ((\$84,980,000))
38 \$84,806,000

1 General Fund--Federal Appropriation ((~~\$160,021,000~~))
2 \$160,310,000
3 General Fund--Private/Local Appropriation \$23,041,000
4 TOTAL APPROPRIATION ((~~\$353,303,000~~))
5 \$354,162,000

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

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

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

19 (3) PROGRAM SUPPORT

20 General Fund--State Appropriation (FY 2014) ((~~\$1,943,000~~))
21 \$1,975,000
22 General Fund--State Appropriation (FY 2015) ((~~\$1,993,000~~))
23 \$2,074,000
24 General Fund--Federal Appropriation ((~~\$1,957,000~~))
25 \$2,102,000
26 TOTAL APPROPRIATION ((~~\$5,893,000~~))
27 \$6,151,000

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

30 (a) \$68,000 of the general fund--state appropriation for fiscal
31 year 2015 and \$46,000 of the general fund--federal appropriation are
32 provided solely for the purposes of designing and implementing the
33 community first choice option benefit pursuant to either Engrossed
34 Substitute House Bill No. 2746 (medicaid personal care) or Substitute
35 Senate Bill No. 6387 (eliminating waiting for individuals with
36 developmental disabilities). If neither of these bills is enacted by

1 June 30, 2014, the amounts provided in this subsection (3)(a) shall
2 lapse.

3 (b) It is the intent of the legislature to use savings from the
4 community first choice option to make needed investments in home and
5 community-based services for seniors and people with disabilities,
6 including potential investments recommended by the joint legislative
7 executive committee on aging and disability and a development and
8 implementation council that the department of social and health
9 services must convene prior to submitting the proposed community first
10 choice option to the centers for medicare and medicaid services. At a
11 minimum, the final report to the legislature from the joint legislative
12 executive committee on aging and disability must explore the cost and
13 benefit of rate enhancements for providers of long-term services and
14 supports, restoration of hours for in-home clients, additional
15 investment in the family caregiver support program, and additional
16 investment in the individual and family services program or other
17 medicaid services to support individuals with developmental
18 disabilities.

19 (4) SPECIAL PROJECTS

20	General Fund--State Appropriation (FY 2014)	(((\$1,400,000))
21		<u>\$1,403,000</u>
22	General Fund--State Appropriation (FY 2015)	(((\$1,400,000))
23		<u>\$1,403,000</u>
24	General Fund--Federal Appropriation	(((\$1,200,000))
25		<u>\$1,206,000</u>
26	TOTAL APPROPRIATION	(((\$4,000,000))
27		<u>\$4,012,000</u>

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

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

32	General Fund--State Appropriation (FY 2014)	(((\$869,628,000))
33		<u>\$860,198,000</u>
34	General Fund--State Appropriation (FY 2015)	(((\$923,218,000))
35		<u>\$913,984,000</u>
36	General Fund--Federal Appropriation	(((\$1,934,089,000))
37		<u>\$1,898,401,000</u>

1	General Fund--Private/Local Appropriation	((\$30,122,000))
2		<u>\$33,471,000</u>
3	Traumatic Brain Injury Account--State Appropriation . . .	((\$3,393,000))
4		<u>\$3,392,000</u>
5	Skilled Nursing Facility Safety Net Trust Account--State	
6	Appropriation	((\$88,000,000))
7		<u>\$110,681,000</u>
8	TOTAL APPROPRIATION	((\$3,848,450,000))
9		<u>\$3,820,127,000</u>

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

12 (1) For purposes of implementing chapter 74.46 RCW, the weighted
13 average nursing facility payment rate shall not exceed \$171.35 for
14 fiscal year 2014 and shall not exceed ((~~\$171.58~~)) \$178.82 for fiscal
15 year 2015, including the rate add-ons described in (a) ((~~and~~)) (b)
16 and (g) of this subsection. However, if the waiver requested from the
17 federal centers for medicare and medicaid services in relation to the
18 safety net assessment is for any reason disapproved, the weighted
19 average nursing facility payment rate shall not exceed \$162.43 for
20 fiscal year 2014 and shall not exceed \$163.58 for fiscal year 2015.
21 There will be no adjustments for economic trends and conditions in
22 fiscal years 2014 and 2015. The economic trends and conditions factor
23 or factors defined in the biennial appropriations act shall not be
24 compounded with the economic trends and conditions factor or factors
25 defined in any other biennial appropriations acts before applying it to
26 the component rate allocations established in accordance with chapter
27 74.46 RCW. When no economic trends and conditions factor for either
28 fiscal year is defined in a biennial appropriations act, no economic
29 trends and conditions factor or factors defined in any earlier biennial
30 appropriations act shall be applied solely or compounded to the
31 component rate allocations established in accordance with chapter 74.46
32 RCW.

33 (a) For fiscal year 2014 and 2015 within the funds provided, the
34 department shall continue to provide an add-on per medicaid resident
35 day per facility not to exceed \$1.57. The add-on shall be used to
36 increase wages, benefits, and/or staffing levels for certified nurse
37 aides; or to increase wages and/or benefits for dietary aides,
38 housekeepers, laundry aides, or any other category of worker whose

1 statewide average dollars-per-hour wage was less than \$15 in calendar
2 year 2008, according to cost report data. The add-on may also be used
3 to address resulting wage compression for related job classes
4 immediately affected by wage increases to low-wage workers. For fiscal
5 year 2015 within funds provided, the department shall provide an
6 additional add-on per medicaid resident day per facility not to exceed
7 the industry weighted average rate of \$2.44. The add-on shall be used
8 to increase wages, benefits, and/or staffing levels for certified nurse
9 aides; or to increase wages and/or benefits for dietary aides,
10 housekeepers, laundry aides, or any other category of worker whose
11 statewide average dollars-per-hour wage was less than \$17 in calendar
12 year 2012, according to cost report data. The department shall
13 continue reporting requirements and a settlement process to ensure that
14 the funds are spent according to this subsection.

15 (b) The department shall do a comparative analysis of the facility-
16 based payment rates calculated on July 1, (~~2013~~) 2014, using the
17 payment methodology defined in chapter 74.46 RCW and as funded in the
18 omnibus appropriations act, excluding the low wage worker add-on found
19 in (a) of this subsection, the rate add-ons for direct care, support
20 services, and therapy care found in (g) of this subsection, the
21 comparative add-on, acuity add-on, and safety net reimbursement, to the
22 facility-based payment rates in effect June 30, 2010. If the facility-
23 based payment rate calculated on July 1, (~~2013~~) 2014, is smaller
24 than the facility-based payment rate on June 30, 2010, then the
25 difference shall be provided to the individual nursing facilities as an
26 add-on payment per medicaid resident day.

27 (c) During the comparative analysis performed in subsection (b) of
28 this section, if it is found that the direct care rate for any facility
29 calculated using the payment methodology defined in chapter 74.46 RCW
30 and as funded in the omnibus appropriations act, excluding the low wage
31 worker add-on found in (a) of this subsection, the rate add-ons for
32 direct care, support services, and therapy care found in (g) of this
33 subsection, the comparative add-on, acuity add-on, and safety net
34 reimbursement, is greater than the direct care rate in effect on June
35 30, 2010, then the facility shall receive a ten percent direct care
36 rate add-on to compensate that facility for taking on more acute
37 clients than they have in the past.

1 (d) The department shall provide a medicaid rate add-on to
2 reimburse the medicaid share of the skilled nursing facility safety net
3 assessment as a medicaid allowable cost. The nursing facility safety
4 net rate add-on may not be included in the calculation of the annual
5 statewide weighted average nursing facility payment rate.

6 (e) The rate add-on provided in (c) of this subsection is subject
7 to the reconciliation and settlement process provided in RCW
8 74.46.022(6).

9 (f) If the waiver requested from the federal centers for medicare
10 and medicaid services in relation to the safety net assessment is for
11 any reason disapproved, (b), (c), ~~((and))~~ (d), (g), and the fiscal year
12 2015 additional add-on in (a) of this subsection do not apply.

13 (g) For fiscal year 2015, the department shall provide the
14 following rate add-ons per medicaid resident day:

15 (i) A direct care rate add-on of \$3.63 per medicaid resident day;

16 (ii) A support services rate add-on of \$1.12 per medicaid resident
17 day; and

18 (iii) A therapy care rate add-on of \$0.05 per patient day.

19 This subsection (1)(g) is subject to the reconciliation and settlement
20 process provided in RCW 74.46.022(6).

21 (2) In accordance with chapter 74.46 RCW, the department shall
22 issue no additional certificates of capital authorization for fiscal
23 year 2014 and no new certificates of capital authorization for fiscal
24 year 2015 and shall grant no rate add-ons to payment rates for capital
25 improvements not requiring a certificate of need and a certificate of
26 capital authorization for fiscal years 2014 and 2015.

27 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
28 43.135.055, the department is authorized to increase nursing facility,
29 assisted living facility, and adult family home fees as necessary to
30 fully support the actual costs of conducting the licensure, inspection,
31 and regulatory programs. The license fees may not exceed the
32 department's annual licensing and oversight activity costs and shall
33 include the department's cost of paying providers for the amount of the
34 license fee attributed to medicaid clients.

35 (a) The current annual renewal license fee for adult family homes
36 shall be increased to \$225 per bed beginning in fiscal year 2014 and
37 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750

1 shall be charged to each adult family home when the home is initially
2 licensed. This fee is nonrefundable.

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

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

9 (4) The department is authorized to place long-term care clients
10 residing in nursing homes and paid for with state only funds into less
11 restrictive community care settings while continuing to meet the
12 client's care needs.

13 (5) \$30,640,000 of the general fund--state appropriation for fiscal
14 year 2014, \$48,633,000 of the general fund--state appropriation for
15 fiscal year 2015, and \$79,273,000 of the general fund--federal
16 appropriation are provided solely for the implementation of the
17 agreement reached between the governor and the service employees
18 international union healthcare 775nw through an interest arbitration
19 decision under the provisions of chapters 74.39A and 41.56 RCW for the
20 2013-2015 fiscal biennium.

21 (6) \$1,840,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$1,877,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for operation of the volunteer
24 services program. Funding shall be prioritized towards serving
25 populations traditionally served by long-term care services to include
26 senior citizens and persons with disabilities.

27 (7) (~~(\$4,894,000)~~) \$2,447,000 of the general fund--state
28 appropriation for fiscal year 2015, and (~~(\$15,150,000)~~) \$7,575,000 of
29 the general fund--federal appropriation are provided solely for a
30 payment system that satisfies medicaid requirements regarding time
31 reporting for W-2 providers. The amounts provided in this subsection
32 are conditioned on the department satisfying the requirements of the
33 project management oversight standards and policies established by the
34 office of the chief information officer.

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

1 (9) Within the amounts appropriated in this section, in a report to
2 the appropriate fiscal committees of the legislature that must be
3 submitted by December 1, 2013, the department of social and health
4 services must describe the process for establishing medicaid rates for
5 assisted living and adult family homes. The report must include
6 information about licensing and physical plant standards, contracting
7 provisions, and per capita and biennial expenditures for assisted
8 living and adult family homes.

9 (10) \$10,800,000 of the general fund--state appropriation for
10 fiscal year 2014, \$17,768,000 of the general fund--state appropriation
11 for fiscal year 2015, and \$28,567,000 of the general fund--federal
12 appropriation are provided solely for the homecare agency parity
13 impacts of the service employees international union healthcare 775nw
14 arbitration award.

15 (11) \$33,000 of the general fund--state appropriation for fiscal
16 year 2014, \$17,000 of the general fund--state appropriation for fiscal
17 year 2015, and \$50,000 of the general fund--federal appropriation are
18 provided solely for staffing and other expenses associated with the
19 work of the joint legislative executive committee on planning for aging
20 and disability issues that is established by this subsection.

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

23 (i) Four members of the senate, with the leaders of the two largest
24 caucuses each appointing two members. Four members of the house of
25 representatives, with the leaders of the two largest caucuses each
26 appointing two members;

27 (ii) A member from the office of the governor, appointed by the
28 governor;

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

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

33 (v) The director of the department of retirement systems or his or
34 her designee.

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

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

5 (i) Establish a profile of Washington's current population of older
6 people and people with disabilities and a projection of population
7 growth through 2030;

8 (ii) Establish an inventory of services and supports currently
9 available to older people and people with disabilities from the health
10 care and long-term services and support systems and other community
11 resources such as housing, transportation, income support, and
12 protection for vulnerable adults;

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

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

20 (v) Identify policy options to create financing mechanisms for
21 long-term services and supports that will promote additional private
22 responsibility for individuals and families to meet their needs for
23 service;

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

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

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

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

36 (f) Within existing appropriations, the cost of meetings must be
37 paid jointly by the senate, house of representatives, and the office of
38 financial management. Joint committee expenditures are subject to

1 approval by the senate facilities and operations committee and the
2 house of representatives executive rules committee, or their successor
3 committees. The joint committee members may be reimbursed for travel
4 expenses as authorized under RCW 43.03.050 and 43.03.060, and chapter
5 44.04 RCW as appropriate. Advisory committee members may not receive
6 compensation or reimbursement for travel and expenses.

7 (g) The committee shall issue an interim report to the legislature
8 by December 10, 2013, and issue final recommendations to the governor
9 and relevant standing committees of the legislature by December 10,
10 2014.

11 (12) \$240,000 of the general fund--state appropriation for fiscal
12 year 2014, \$1,342,000 of the general fund--state appropriation for
13 fiscal year 2015, and \$1,468,000 of the general fund--federal
14 appropriation are provided solely to implement chapter 320, Laws of
15 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

16 (13) The department shall review the capital add-on rate
17 established by RCW 74.39A.320 for effectiveness in incentivizing
18 assisted living facilities to serve Medicaid eligible clients. Upon
19 completing its review, the department shall submit its findings along
20 with recommendations for alternatives to the office of financial
21 management and the fiscal committees of the legislature by December 1,
22 2013. The department is encouraged to engage stakeholders in
23 developing alternatives.

24 (14) \$239,000 of the general fund--state appropriation for fiscal
25 year 2014, \$160,000 of the general fund--state appropriation for fiscal
26 year 2015, and \$398,000 of the general fund--federal appropriation are
27 provided solely to implement chapter 300, Laws of 2013 (SSB 5630).

28 (15) \$3,000 of the general fund--state appropriation for fiscal
29 year 2015 is provided solely to implement Substitute House Bill No.
30 2310 (provider safety equipment). If the bill is not enacted by June
31 30, 2014, the amount provided in this subsection shall lapse.

32 (16) \$296,000 of the general fund--state appropriation for fiscal
33 year 2015 and \$296,000 of the general fund--federal appropriation are
34 provided solely for the purposes of designing and implementing the
35 community first choice option benefit pursuant to either Engrossed
36 Substitute House Bill No. 2746 (medicaid personal care) or Substitute
37 Senate Bill No. 6387 (eliminating waiting for individuals with

1 developmental disabilities). If neither of these bills is enacted by
2 June 30, 2014, the amounts provided in this subsection shall lapse.

3 (17) \$5,094,000 of the general fund--state appropriation for fiscal
4 year 2015 is provided solely for services and support to individuals
5 who are deaf, hard of hearing, or deaf-blind.

6 (18) The department may authorize a one-time waiver of all or any
7 portion of the licensing and processing fees required under RCW
8 70.128.060 in any case in which the department determines that an adult
9 family home is being relicensed because of exceptional circumstances,
10 such as death or incapacity of a provider, and that to require the full
11 payment of the licensing and processing fees would present a hardship
12 to the applicant. In these situations the department is also granted
13 the authority to waive the required residential administrator training
14 for a period of 120 days if necessary to ensure continuity of care
15 during the relicensing process.

16 (19) It is the intent of the legislature to use savings from the
17 community first choice option to make needed investments in home and
18 community-based services for seniors and people with disabilities,
19 including potential investments recommended by the joint legislative
20 executive committee on aging and disability and the development and
21 implementation council that the department of social and health
22 services must convene prior to submitting the proposed community first
23 choice option to the centers for medicare and medicaid services. At a
24 minimum, the final report to the legislature from the joint legislative
25 executive committee on aging and disability must explore the cost and
26 benefit of rate enhancements for providers of long-term services and
27 supports, restoration of hours for in-home clients, additional
28 investment in the family caregiver support program, and additional
29 investment in the individual and family services program or other
30 medicaid services to support individuals with developmental
31 disabilities.

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

37 (21) \$30,000 of the general fund--state appropriation for fiscal
38 year 2015 is provided solely for the department to contract with area

1 agencies on aging to convene a work group to include first responders
2 and companies providing life alert or other emergency alert services
3 and to develop a proposal on how vulnerable adults who have life alert
4 services might be made known to first responders in the event of a
5 long-term power or telecommunications outage. The work group shall
6 review methods for information sharing to include:

- 7 (a) Protocols and conditions in which information would be shared;
- 8 (b) A process whereby vulnerable life alert and emergency alert
9 customers may provide permission for their information to be shared in
10 the event of an emergency;
- 11 (c) Privacy protections for participants in the program; and
- 12 (d) Liability protections for agencies that collect, maintain, and
13 track information.

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

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

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

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

26	General Fund--State Appropriation (FY 2014)	((\$402,504,000))
27		\$371,738,000
28	General Fund--State Appropriation (FY 2015)	((\$405,019,000))
29		\$374,979,000
30	General Fund--Federal Appropriation	((\$1,211,774,000))
31		\$1,235,362,000
32	General Fund--Private/Local Appropriation	((\$30,594,000))
33		\$36,450,000
34	<u>Administrative Contingency Account--State</u>	
35	<u>Appropriation</u>	\$5,000,000
36	TOTAL APPROPRIATION	((\$2,049,891,000))
37		\$2,023,529,000

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

3 (1)(a) (~~(\$178,757,000)~~) \$145,315,000 of the general fund--state
4 appropriation for fiscal year 2014, (~~(\$172,999,000)~~) \$146,136,000 of
5 the general fund--state appropriation for fiscal year 2015, \$5,000,000
6 of the administrative contingency account--state appropriation, and
7 (~~(\$732,881,000)~~) \$770,440,000 of the general fund--federal
8 appropriation are provided solely for all components of the WorkFirst
9 program. Within the amounts provided for the WorkFirst program, the
10 department may provide assistance using state-only funds for families
11 eligible for temporary assistance for needy families. The department
12 must create a WorkFirst budget structure that allows for transparent
13 tracking of budget units and subunits of expenditures where these units
14 and subunits are mutually exclusive from other department budget units.
15 The budget structure must include budget units for the following: Cash
16 assistance, child care, WorkFirst activities, and administration of the
17 program. Within these budget units, the department must develop
18 program index codes for specific activities and develop allotments and
19 track expenditures using these codes. The department shall report to
20 the office of financial management and the relevant fiscal and policy
21 committees of the legislature prior to adopting the new structure. The
22 secretary of the department of social and health services, working with
23 WorkFirst partner agencies and in collaboration with the WorkFirst
24 oversight task force, shall develop a plan for maximizing the following
25 outcomes and shall report back to the legislature by November 1, 2013.
26 The outcomes to be measured are: (i) Increased employment; (ii)
27 completion of education or post-secondary training; (iii) completion of
28 barrier removal activity including drug and alcohol or mental health
29 treatment; (iv) housing stability; (v) child care or education
30 stability for the children of temporary assistance for needy families
31 recipients; (vi) reduced rate of return after exit from the WorkFirst
32 program; and (vii) work participation requirements.

33 (b) (~~(\$406,818,000)~~) \$374,455,000 of the amounts in (a) of this
34 subsection are provided solely for assistance to clients, including
35 grants, diversion cash assistance, and additional diversion emergency
36 assistance including but not limited to assistance authorized under RCW
37 74.08A.210. The department may use state funds to provide support to

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

3 (c) (~~(\$168,019,000)~~) \$171,893,000 of the amounts in (a) of this
4 subsection are provided solely for WorkFirst job search, education and
5 training activities, barrier removal services, limited English
6 proficiency services, and tribal assistance under RCW 74.08A.040. The
7 department must allocate this funding based on client outcomes and cost
8 effectiveness measures.

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

30 (e) (~~(\$142,124,000)~~) \$168,456,000 of the amounts in (a) of this
31 subsection are provided solely for WorkFirst and working connections
32 child care administration and overhead.

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

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

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

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

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

25 (5) To ensure expenditures remain within available funds
26 appropriated in this section, the legislature establishes the benefit
27 under the state food assistance program, pursuant to RCW 74.08A.120, to
28 be no less than seventy-five percent and no more than one hundred
29 percent of the federal supplemental nutrition assistance program
30 benefit amount.

31 (6) \$18,000 of the general fund--state appropriation for fiscal
32 year 2014 is provided solely for implementation of section 1, chapter
33 337, Laws of 2013 (2SSB 5595).

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

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

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

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

20 (10) \$500,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$1,500,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for implementation of Substitute
23 House Bill No. 2069 (safety net benefits). If the bill is not enacted
24 by June 30, 2013, the amounts provided in this subsection shall lapse.

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

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

29	General Fund--State Appropriation (FY 2014)	((\$72,650,000))
30		<u>\$73,021,000</u>
31	General Fund--State Appropriation (FY 2015)	((\$61,855,000))
32		<u>\$63,535,000</u>
33	General Fund--Federal Appropriation	((\$277,248,000))
34		<u>\$279,090,000</u>
35	General Fund--Private/Local Appropriation	((\$13,554,000))
36		<u>\$16,301,000</u>
37	Criminal Justice Treatment Account--State	

1	Appropriation	((\$14,568,000))
2		<u>\$14,284,000</u>
3	Problem Gambling Account--State Appropriation	((\$1,450,000))
4		<u>\$1,449,000</u>
5	TOTAL APPROPRIATION	((\$441,325,000))
6		<u>\$447,680,000</u>

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

9 (1) Within the amounts appropriated in this section, the department
10 may contract with the University of Washington and community-based
11 providers for the provision of the parent-child assistance program or
12 other specialized chemical dependency case management providers for
13 pregnant, post-partum, and parenting women. For all contractors: (a)
14 Service and other outcome data must be provided to the department by
15 request; (b) program modifications needed to maximize access to federal
16 medicaid matching funds will be phased in over the course of the 2013-
17 2015 fiscal biennium; and (c) indirect charges for administering the
18 program shall not exceed ten percent of the total contract amount.

19 (2) Within the amounts appropriated in this section, the department
20 shall continue to provide for chemical dependency treatment services
21 for adult medicaid eligible, pregnant and parenting women, disability
22 lifeline, and alcoholism and drug addiction treatment and support act,
23 and medical care services clients.

24 (3) In accordance with RCW 70.96A.090 and 43.135.055, the
25 department is authorized to adopt fees for the review and approval of
26 treatment programs in fiscal years 2014 and 2015 as necessary to
27 support the costs of the regulatory program. The department's fee
28 schedule shall have differential rates for providers with proof of
29 accreditation from organizations that the department has determined to
30 have substantially equivalent standards to those of the department,
31 including but not limited to the joint commission on accreditation of
32 health care organizations, the commission on accreditation of
33 rehabilitation facilities, and the council on accreditation. To
34 reflect the reduced costs associated with regulation of accredited
35 programs, the department's fees for organizations with such proof of
36 accreditation must reflect the lower cost of licensing for these
37 programs than for other organizations which are not accredited.

1 (4) \$3,500,000 of the general fund--federal appropriation (from the
2 substance abuse prevention and treatment federal block grant) is
3 provided solely for the continued funding of existing county drug and
4 alcohol use prevention programs.

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

19 (6) (~~(\$283,000)~~) \$141,000 of the (~~criminal justice treatment~~
20 ~~account~~) general fund--state appropriation (~~(is)~~) for fiscal year 2014
21 and \$142,000 of the general fund--state appropriation for fiscal year
22 2015 are provided solely for transitional funding for the family drug
23 court in Pierce county.

24 (7) Within the amounts appropriated in this section, the department
25 shall review differential rates paid for alcohol and substance abuse
26 assessment and treatment services for medicaid and nonmedicaid clients
27 and the impact to providers as previously uninsured clients become
28 eligible for services through the medicaid expansion under the federal
29 patient protection and affordable care act. By December 1, 2014, the
30 department must submit a report to the legislature which provides: (a)
31 The estimated impact on providers for each type of medicaid
32 reimbursable service as newly eligible clients shift from nonmedicaid
33 to medicaid rates; (b) identification of which types of providers will
34 be most significantly impacted by these shifts; (c) identification of
35 the estimated annual costs for increasing rates for each level of
36 service; and (d) a summary of federal requirements that must be
37 considered in determining how any future rate increase must be
38 implemented.

1 (8) \$33,000 of the general fund--state appropriation for fiscal
2 year 2015 and \$29,000 of the general fund--federal appropriation are
3 provided solely to expand access to a program located in a county with
4 a population over 700,000 that provides case management and
5 coordinating services for low-income women who are pregnant or
6 parenting and have a suspected history of alcohol or drug abuse.

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

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

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

13	General Fund--State Appropriation (FY 2014)	(((\$16,478,000))
14		<u>\$16,568,000</u>
15	General Fund--State Appropriation (FY 2015)	(((\$16,459,000))
16		<u>\$11,083,000</u>
17	General Fund--Federal Appropriation	(((\$99,413,000))
18		<u>\$99,397,000</u>
19	TOTAL APPROPRIATION	(((\$132,350,000))
20		<u>\$127,048,000</u>

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

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

29 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**
30 **PROGRAM**

31	General Fund--State Appropriation (FY 2014)	(((\$36,420,000))
32		<u>\$37,796,000</u>
33	General Fund--State Appropriation (FY 2015)	(((\$35,813,000))
34		<u>\$36,492,000</u>
35	TOTAL APPROPRIATION	(((\$72,233,000))
36		<u>\$74,288,000</u>

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

3 (1) The department of social and health services shall transfer the
4 stewardship of McNeil Island to the department of corrections
5 industries program, effective September 1, 2013. The transferred
6 responsibilities shall include marine operations, waste water
7 treatment, water treatment, road maintenance, and any other general
8 island maintenance that is not site specific to the operations of the
9 special commitment center or the Pierce county secure community
10 transition facility. Facility maintenance within the perimeter of the
11 special commitment center shall remain the responsibility of the
12 department of social and health services. Capital repairs and
13 maintenance necessary to maintain the special commitment center on
14 McNeil Island shall be managed by the department of social and health
15 services. The legislature directs both departments to enter into an
16 interagency agreement by August 1, 2013. The office of financial
17 management shall oversee the negotiations of the interagency agreement.
18 The interagency agreement must describe equipment that will transfer
19 between the departments, warehouse space that will be shared by the
20 departments, and occupancy requirements for any shops outside the
21 perimeter of the special commitment center. The office of financial
22 management will make the final determination on any disagreements
23 between the departments on the details of the interagency agreement.

24 (2) (~~(\$3,120,000)~~) \$3,042,000 of the general fund--state
25 appropriation for fiscal year 2014 and (~~(\$3,120,000)~~) \$3,024,000 of the
26 general fund--state appropriation for fiscal year 2015 are provided
27 solely for operational costs specific to island operations of the
28 special commitment center and the Pierce county secure community
29 transition facility. The department shall establish an accounting
30 structure that enables it to track and report on costs specific to
31 island operations.

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

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

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

5 (5) By November 1, 2014, the department of social and health
6 services shall provide a report to the office of financial management
7 and the appropriate fiscal and policy committees of the legislature
8 that evaluates the department's costs for certain medical and pharmacy
9 costs for its residents within the special commitment center. The
10 department as part of its evaluation shall consult with the health care
11 authority, the health benefits exchange, and the department of
12 corrections. At a minimum, the report should look at the following
13 items: (a) Obtaining medicaid eligibility for residents; (b)
14 feasibility of obtaining insurance for residents through the health
15 benefit exchange; (c) utilizing multistate consortiums for the purchase
16 of pharmaceuticals to reduce costs; and (d) consolidating contracts for
17 medical inpatient and outpatient services with western state hospital.

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

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

22	General Fund--State Appropriation (FY 2014)	((\$30,127,000))
23		<u>\$29,773,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$29,333,000))
25		<u>\$28,313,000</u>
26	General Fund--Federal Appropriation	((\$37,150,000))
27		<u>\$37,067,000</u>
28	General Fund--Private/Local Appropriation	\$654,000
29	TOTAL APPROPRIATION	((\$97,264,000))
30		<u>\$95,807,000</u>

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

33 (1) \$395,000 of the general fund--state appropriation for fiscal
34 year 2014, \$228,000 of the general fund--state appropriation for fiscal
35 year 2015, and \$335,000 of the general fund--federal appropriation are
36 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and
37 chapter 338, Laws of 2013 (2SSB 5732).

1 (2) \$300,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$300,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the Washington state mentors
4 program to continue its public-private partnerships to provide
5 technical assistance and training to mentoring programs that serve
6 at-risk youth.

7 (3) \$82,000 of the general fund--state appropriation for fiscal
8 year 2014, \$44,000 of the general fund--state appropriation for fiscal
9 year 2015, and \$28,000 of the general fund--federal appropriation are
10 provided solely to develop a report on state efforts to prevent and
11 control diabetes. The department, the health care authority, and the
12 department of health shall submit a coordinated report to the governor
13 and the appropriate committees of the legislature by December 31, 2014,
14 on the following:

15 (a) The financial impacts and reach that diabetes of all types and
16 undiagnosed gestational diabetes are having on the programs
17 administered by each agency and individuals, including children with
18 mothers with undiagnosed gestational diabetes, enrolled in those
19 programs. Items in this assessment must include: (i) The number of
20 lives with diabetes and undiagnosed gestational diabetes impacted or
21 covered by the programs administered by each agency; (ii) the number of
22 lives with diabetes, or at risk for diabetes, and family members
23 impacted by prevention and diabetes control programs implemented by
24 each agency; (iii) the financial toll or impact diabetes and its
25 complications, and undiagnosed gestational diabetes and the
26 complications experienced during labor to children of mothers with
27 gestational diabetes places on these programs in comparison to other
28 chronic diseases and conditions; and (iv) the financial toll or impact
29 diabetes and its complications, and diagnosed gestational diabetes and
30 the complications experienced during labor to children of mothers with
31 gestational diabetes places on these programs;

32 (b) An assessment of the benefits of implemented and existing
33 programs and activities aimed at controlling all types of diabetes and
34 preventing the disease. This assessment must also document the amount
35 and source for any funding directed to each agency for the programs and
36 activities aimed at reaching those with diabetes of all types;

37 (c) A description of the level of coordination existing between the

1 agencies on activities, programmatic activities, and messaging on
2 managing, treating, or preventing all types of diabetes and its
3 complications;

4 (d) The development or revision of detailed policy-related action
5 plans and budget recommendations for battling diabetes and undiagnosed
6 gestational diabetes that includes a range of actionable items for
7 consideration by the legislature. The plans and budget recommendations
8 must identify proposed action steps to reduce the impact of diabetes,
9 prediabetes, related diabetes complications, and undiagnosed
10 gestational diabetes. The plans and budget recommendations must also
11 identify expected outcomes of the action steps proposed in the
12 following biennium while also establishing benchmarks for controlling
13 and preventing all types of diabetes; and

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

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

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

21	General Fund--State Appropriation (FY 2014)	((\$60,470,000))
22		<u>\$62,822,000</u>
23	General Fund--State Appropriation (FY 2015)	((\$60,511,000))
24		<u>\$65,716,000</u>
25	General Fund--Federal Appropriation	((\$55,264,000))
26		<u>\$58,340,000</u>
27	TOTAL APPROPRIATION	((\$176,245,000))
28		<u>\$186,878,000</u>

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

31 **FOR THE STATE HEALTH CARE AUTHORITY**

32	General Fund--State Appropriation (FY 2014)	((\$2,131,026,000))
33		<u>\$2,144,827,000</u>
34	General Fund--State Appropriation (FY 2015)	((\$2,114,731,000))
35		<u>\$2,161,903,000</u>
36	General Fund--Federal Appropriation	((\$7,245,749,000))

1		<u>\$7,908,155,000</u>
2	General Fund--Private/Local Appropriation	((\$57,780,000))
3		<u>\$56,400,000</u>
4	Emergency Medical Services and Trauma Care Systems	
5	Trust Account--State Appropriation	\$15,082,000
6	Hospital Safety Net Assessment Fund--State	
7	Appropriation	((\$669,381,000))
8		<u>\$669,380,000</u>
9	Health Benefit Exchange Account--State Appropriation .	((\$17,277,000))
10		<u>\$16,580,000</u>
11	State Health Care Authority Administration Account--	
12	State Appropriation	((\$34,809,000))
13		<u>\$35,328,000</u>
14	Medical Aid Account--State Appropriation	\$528,000
15	Medicaid Fraud Penalty Account--State Appropriation	\$21,206,000
16	TOTAL APPROPRIATION	((\$12,307,569,000))
17		<u>\$13,029,389,000</u>

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

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

37 (2) The requirements of this subsection apply to the basic health

1 plan. This subsection is null and void and has no further effect upon
2 implementation of the medicaid expansion under subsection (1) of this
3 section.

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

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

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

37 (d) Enrollment in the subsidized basic health plan shall be limited
38 to only include persons who qualify as subsidized enrollees as defined

1 in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid
2 demonstration project number 11-W-00254/10; or (b) are foster parents
3 licensed under chapter 74.15 RCW.

4 (3) The legislature finds that medicaid payment rates, as
5 calculated by the health care authority pursuant to the appropriations
6 in this act, bear a reasonable relationship to the costs incurred by
7 efficiently and economically operated facilities for providing quality
8 services and will be sufficient to enlist enough providers so that care
9 and services are available to the extent that such care and services
10 are available to the general population in the geographic area. The
11 legislature finds that the cost reports, payment data from the federal
12 government, historical utilization, economic data, and clinical input
13 constitute reliable data upon which to determine the payment rates.

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

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

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

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

33 (8) \$4,261,000 of the general fund--state appropriation for fiscal
34 year 2014, \$4,261,000 of the general fund--state appropriation for
35 fiscal year 2015, and \$8,522,000 of the general fund--federal
36 appropriation are provided solely for low-income disproportionate share
37 hospital payments.

1 (9) \$400,000 of the general fund--state appropriation for fiscal
2 year 2014, (~~(\$400,000)~~) \$200,000 of the general fund--state
3 appropriation for fiscal year 2015, and (~~(\$800,000)~~) \$600,000 of the
4 general fund--federal appropriation are provided solely for
5 disproportionate share hospital payments to rural hospitals certified
6 by the centers for medicare and medicaid services as sole community
7 hospitals as of January 1, 2013, with less than one hundred fifty acute
8 care licensed beds in fiscal year 2011 that do not participate in the
9 certified public expenditures program. The authority shall discontinue
10 these payments on January 1, 2015.

11 (10) \$100,000 of the general fund--state appropriation for fiscal
12 year 2014 and (~~(\$100,000)~~) \$50,000 of the general fund--state
13 appropriation for fiscal year 2015 are provided solely for grants to
14 rural hospitals in Clallam county that were certified by the centers
15 for medicare and medicaid services as sole community hospitals as of
16 January 1, 2013, with less than one hundred fifty acute care licensed
17 beds in fiscal year 2011. The authority shall discontinue these
18 payments on January 1, 2015.

19 (11) \$100,000 of the general fund--state appropriation for fiscal
20 year 2015 and \$100,000 of the general fund--federal appropriation are
21 provided solely for disproportionate share hospital payments beginning
22 on January 1, 2015, to rural hospitals in Lewis county that were
23 certified by the centers for medicare and medicaid services as sole
24 community hospitals as of January 1, 2013, with less than one hundred
25 fifty acute care licensed beds in fiscal year 2011. The authority
26 shall discontinue these payments after June 30, 2015.

27 (12) \$150,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for grants to rural public hospitals in
29 Grant county that were certified by the centers for medicare and
30 medicaid services as sole community hospitals as of January 1, 2013,
31 with less than one hundred fifty acute care licensed beds in fiscal
32 year 2011. The authority shall discontinue these payments after June
33 30, 2015.

34 (13) Within the amounts appropriated in this section, the health
35 care authority shall provide disproportionate share hospital payments
36 to hospitals that provide services to children in the children's health
37 program who are not eligible for services under Title XIX or XXI of the
38 federal social security act due to their citizenship status.

1 (~~(+12)~~) (14) \$6,000,000 of the general fund--federal appropriation
2 is provided solely for supplemental payments to nursing homes operated
3 by public hospital districts. The public hospital district shall be
4 responsible for providing the required nonfederal match for the
5 supplemental payment, and the payments shall not exceed the maximum
6 allowable under federal rules. It is the legislature's intent that the
7 payments shall be supplemental to and shall not in any way offset or
8 reduce the payments calculated and provided in accordance with part E
9 of chapter 74.46 RCW. It is the legislature's further intent that
10 costs otherwise allowable for rate-setting and settlement against
11 payments under chapter 74.46 RCW shall not be disallowed solely because
12 such costs have been paid by revenues retained by the nursing home from
13 these supplemental payments. The supplemental payments are subject to
14 retrospective interim and final cost settlements based on the nursing
15 homes' as-filed and final medicare cost reports. The timing of the
16 interim and final cost settlements shall be at the health care
17 authority's discretion. During either the interim cost settlement or
18 the final cost settlement, the health care authority shall recoup from
19 the public hospital districts the supplemental payments that exceed the
20 medicaid cost limit and/or the medicare upper payment limit. The
21 health care authority shall apply federal rules for identifying the
22 eligible incurred medicaid costs and the medicare upper payment limit.

23 (~~(+13)~~) (15) The health care authority shall continue the
24 inpatient hospital certified public expenditures program for the 2013-
25 2015 fiscal biennium. The program shall apply to all public hospitals,
26 including those owned or operated by the state, except those classified
27 as critical access hospitals or state psychiatric institutions. The
28 health care authority shall submit reports to the governor and
29 legislature by November 1, 2013, and by November 1, 2014, that evaluate
30 whether savings continue to exceed costs for this program. If the
31 certified public expenditures (CPE) program in its current form is no
32 longer cost-effective to maintain, the health care authority shall
33 submit a report to the governor and legislature detailing
34 cost-effective alternative uses of local, state, and federal resources
35 as a replacement for this program. During fiscal year 2014 and fiscal
36 year 2015, hospitals in the program shall be paid and shall retain one
37 hundred percent of the federal portion of the allowable hospital cost
38 for each medicaid inpatient fee-for-service claim payable by medical

1 assistance and one hundred percent of the federal portion of the
2 maximum disproportionate share hospital payment allowable under federal
3 regulations. Inpatient medicaid payments shall be established using an
4 allowable methodology that approximates the cost of claims submitted by
5 the hospitals. Payments made to each hospital in the program in each
6 fiscal year of the biennium shall be compared to a baseline amount.
7 The baseline amount will be determined by the total of (a) the
8 inpatient claim payment amounts that would have been paid during the
9 fiscal year had the hospital not been in the CPE program based on the
10 reimbursement rates developed, implemented, and consistent with
11 policies approved in the 2013-2015 biennial operating appropriations
12 act and in effect on July 1, 2013, (b) one-half of the indigent
13 assistance disproportionate share hospital payment amounts paid to and
14 retained by each hospital during fiscal year 2005, and (c) all of the
15 other disproportionate share hospital payment amounts paid to and
16 retained by each hospital during fiscal year 2005 to the extent the
17 same disproportionate share hospital programs exist in the 2013-2015
18 fiscal biennium. If payments during the fiscal year exceed the
19 hospital's baseline amount, no additional payments will be made to the
20 hospital except the federal portion of allowable disproportionate share
21 hospital payments for which the hospital can certify allowable match.
22 If payments during the fiscal year are less than the baseline amount,
23 the hospital will be paid a state grant equal to the difference between
24 payments during the fiscal year and the applicable baseline amount.
25 Payment of the state grant shall be made in the applicable fiscal year
26 and distributed in monthly payments. The grants will be recalculated
27 and redistributed as the baseline is updated during the fiscal year.
28 The grant payments are subject to an interim settlement within eleven
29 months after the end of the fiscal year. A final settlement shall be
30 performed. To the extent that either settlement determines that a
31 hospital has received funds in excess of what it would have received as
32 described in this subsection, the hospital must repay the excess
33 amounts to the state when requested. (~~(\$3,860,000)~~) \$11,928,000 of the
34 general fund--state appropriation for fiscal year 2014 and
35 (~~(\$1,137,000)~~) \$14,821,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for state grants for the
37 participating hospitals.

1 ~~((+14))~~ (16) The health care authority shall seek public-private
2 partnerships and federal funds that are or may become available to
3 provide on-going support for outreach and education efforts under the
4 federal children's health insurance program reauthorization act of
5 2009.

6 ~~((+15))~~ (17) The health care authority shall target funding for
7 maternity support services towards pregnant women with factors that
8 lead to higher rates of poor birth outcomes, including hypertension, a
9 preterm or low birth weight birth in the most recent previous birth, a
10 cognitive deficit or developmental disability, substance abuse, severe
11 mental illness, unhealthy weight or failure to gain weight, tobacco
12 use, or African American or Native American race. The health care
13 authority shall prioritize evidence-based practices for delivery of
14 maternity support services. To the extent practicable, the health care
15 authority shall develop a mechanism to increase federal funding for
16 maternity support services by leveraging local public funding for those
17 services.

18 ~~((+16))~~ (18) \$170,000 of the general fund--state appropriation for
19 fiscal year 2014, \$121,000 of the general fund--state appropriation for
20 fiscal year 2015, and \$292,000 of the general fund--federal
21 appropriation are provided solely to implement Engrossed Substitute
22 House Bill No. 1519 (service coordination organizations) and Second
23 Substitute Senate Bill No. 5732 (behavioral health services). If
24 neither of the bills is enacted by June 30, 2013, the amounts provided
25 in this subsection shall lapse.

26 ~~((+17))~~ (19) \$57,000 of the general fund--state appropriation for
27 fiscal year 2014, \$40,000 of the general fund--state appropriation for
28 fiscal year 2015, and \$55,000 of the general fund--federal
29 appropriation are provided solely to develop a report on state efforts
30 to prevent and control diabetes. The authority, the department of
31 social and health services, and the department of health shall submit
32 a coordinated report to the governor and the appropriate committees of
33 the legislature by December 31, 2014, on the following:

34 (a) The financial impacts and reach that diabetes of all types and
35 undiagnosed gestational diabetes are having on the programs
36 administered by each agency and individuals, including children with
37 mothers with undiagnosed gestational diabetes, enrolled in those
38 programs. Items in this assessment must include: (i) The number of

1 lives with diabetes and undiagnosed gestational diabetes impacted or
2 covered by the programs administered by each agency; (ii) the number of
3 lives with diabetes, or at risk for diabetes, and family members
4 impacted by prevention and diabetes control programs implemented by
5 each agency; (iii) the financial toll or impact diabetes and its
6 complications, and undiagnosed gestational diabetes and the
7 complications experienced during labor to children of mothers with
8 gestational diabetes places on these programs in comparison to other
9 chronic diseases and conditions; and (iv) the financial toll or impact
10 diabetes and its complications, and diagnosed gestational diabetes and
11 the complications experienced during labor to children of mothers with
12 gestational diabetes places on these programs;

13 (b) An assessment of the benefits of implemented and existing
14 programs and activities aimed at controlling all types of diabetes and
15 preventing the disease. This assessment must also document the amount
16 and source for any funding directed to each agency for the programs and
17 activities aimed at reaching those with diabetes of all types;

18 (c) A description of the level of coordination existing between the
19 agencies on activities, programmatic activities, and messaging on
20 managing, treating, or preventing all types of diabetes and its
21 complications;

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

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

35 ~~((+18))~~ (20) Within the amounts appropriated in this section, the
36 authority shall identify strategies to improve patient adherence to
37 treatment plans for diabetes and implement these strategies as a pilot
38 through one health home program to be identified by the authority. The

1 authority shall report to the governor and the legislature in December
2 2014 on the progress of strategy implementation. The authority shall
3 report to the governor and legislature in December 2015 on patient
4 outcomes and cost savings derived from new adherence strategies in the
5 health home model and make recommendations for improving the
6 strategies.

7 ~~((+19))~~ (21) Effective January 1, 2014, managed care contracts
8 must incorporate accountability measures that monitor patient health
9 and improved health outcomes, and shall include an expectation that
10 each patient receive a wellness examination that documents the baseline
11 health status and allows for monitoring of health improvements and
12 outcome measures.

13 ~~((+20))~~ (22) \$25,000 of the general fund--state appropriation for
14 fiscal year 2014 and \$25,000 of the general fund--federal appropriation
15 are provided solely for the development of recommendations for funding
16 integrated school nursing and outreach services. The authority shall
17 collaborate with the office of the superintendent of public instruction
18 to develop recommendations for increasing federal financial
19 participation for providing nursing services in schools with the goals
20 of integrating nursing and outreach services and supporting one nurse
21 for every four hundred fifty students in elementary schools and one
22 nurse for every seven hundred fifty students in secondary schools. In
23 developing these recommendations, the authority shall inquire with the
24 federal centers for medicare and medicaid services about state plan
25 amendment or waiver options for receiving additional federal matching
26 funds for school nursing services provided to children enrolled in
27 apple health for kids. The recommendations shall include proposals for
28 funding training and reimbursement for nurses that provide outreach
29 services to help eligible students enroll in apple health for kids and
30 other social services programs. The authority and the office of the
31 superintendent of public instruction shall provide these
32 recommendations to the governor and the legislature by December 1,
33 2013.

34 ~~((+21))~~ (23) \$430,000 of the general fund--state appropriation for
35 fiscal year 2014 and \$500,000 of the general fund--federal
36 appropriation are provided solely to complete grant requirements for
37 the health information exchange.

1 ~~((+22+))~~ (24) \$143,000 of the medicaid fraud penalty account--state
2 appropriation and \$423,000 of the general fund--federal appropriation
3 are provided solely for the rebasing of outpatient and inpatient
4 payment methods.

5 ~~((+23+))~~ (25) \$1,163,000 of the medicaid fraud penalty account--
6 state appropriation and \$9,710,000 of the general fund--federal
7 appropriation are provided solely to implement the conversion to the
8 tenth version of the world health organization's international
9 classification of diseases.

10 ~~((+24+))~~ (26) \$111,000 of the general fund--state appropriation for
11 fiscal year 2014, \$35,000 of the general fund--state appropriation for
12 fiscal year 2015, and \$359,000 of the general fund--federal
13 appropriation are provided solely to update the medicaid information
14 technology architecture state self-assessment and to develop the five
15 year road map for the medicaid information technology architecture
16 architect.

17 ~~((+25+))~~ (27) \$62,000 of the general fund--state appropriation for
18 fiscal year 2014, \$62,000 of the general fund--state appropriation for
19 fiscal year 2015, and \$126,000 of the general fund--federal
20 appropriation are provided solely to support the Robert Bree
21 collaborative's efforts to disseminate evidence-based best practices
22 for preventing and treating health problems.

23 ~~((+26+))~~ (28) Within the amounts appropriated in this section, the
24 authority shall increase reimbursement rates for primary care services
25 provided by independent nurse practitioners to medicare levels for the
26 period from July 1, 2013, to December 31, 2014.

27 ~~((+27+))~~ (29) The authority shall seek a medicaid state plan
28 amendment to create a professional services supplemental payment
29 managed care program for professional services delivered to managed
30 care recipients by University of Washington medicine and other public
31 professional providers. This program shall be effective as soon as
32 administratively possible and shall operate concurrently with the
33 existing professional services supplemental payment program. The
34 authority shall apply federal rules for identifying the difference
35 between average commercial rates and fee-for-service medicaid payments.
36 This difference will be multiplied by the number of managed care
37 encounters and incorporated into the managed care plan capitation rates
38 by a certified actuary. The managed care plans will pay the providers

1 the difference attributable to the increased capitation rate.
2 Participating providers shall be solely responsible for providing the
3 local funds required to obtain federal matching funds. Any incremental
4 costs incurred by the authority in the development, implementation, and
5 maintenance of this program shall be the responsibility of the
6 participating providers. Participating providers shall retain the full
7 amount of supplemental payments provided under this program, net of any
8 costs related to the program that are disallowed due to audits or
9 litigation against the state.

10 ~~((+28+))~~ (30) Sufficient amounts are appropriated in this section
11 for the authority to provide an adult dental benefit beginning January
12 1, 2014.

13 ~~((+29+))~~ (31) To the extent allowed under federal law, the
14 authority shall require an adult client to enroll in full medicaid
15 coverage instead of family planning-only coverage unless the client is
16 at risk of domestic violence.

17 ~~((+30+))~~ (32) The authority shall facilitate enrollment under the
18 medicaid expansion for clients applying for or receiving state funded
19 services from the authority and its contractors. Prior to open
20 enrollment, the authority shall coordinate with the department of
21 social and health services to provide referrals to the Washington
22 health benefit exchange for clients that will be ineligible for the
23 medicaid expansion but are enrolled in coverage that will be eliminated
24 in the transition to the medicaid expansion.

25 ~~((+31+))~~ (33) \$90,000 of the general fund--state appropriation for
26 fiscal year 2014, \$90,000 of the general fund--state appropriation for
27 fiscal year 2015, and \$180,000 of the general fund--federal
28 appropriation are provided solely to continue operation by a nonprofit
29 organization of a toll-free hotline that assists families to learn
30 about and enroll in the apple health for kids program.

31 ~~((+32+))~~ (34) Within the amounts appropriated in this section, the
32 authority shall reduce premiums for children with family incomes above
33 200 percent of the federal poverty level in the state-funded children's
34 health program who are not eligible for coverage under the federal
35 children's health insurance program. Premiums in the state and federal
36 children's health insurance program shall be equal.

37 ~~((+33+))~~ (35) The appropriations in this section reflect savings

1 and efficiencies by transferring children receiving medical care
2 provided through fee-for-service to medical care provided through
3 managed care.

4 ~~((+34))~~ (36) \$150,000 of the general fund--state appropriation for
5 fiscal year 2014, \$436,000 of the general fund--state appropriation for
6 fiscal year 2015, and \$170,561,000 of the general fund--federal
7 appropriation are provided solely for the provider incentive program
8 and other initiatives related to the health information technology
9 medicaid plan.

10 (37) ~~((+34))~~ ~~(\$1,531,000)~~ \$1,528,000 of the general fund--state
11 appropriation for fiscal year 2014, ~~((+34))~~ ~~(\$280,000)~~ \$2,206,000 of the
12 general fund--state appropriation for fiscal year 2015, and
13 ~~((+34))~~ ~~(\$10,803,000)~~ \$17,912,000 of the general fund--federal appropriation
14 are provided solely to implement phase two of the project to create a
15 single provider payment system that consolidates medicaid medical and
16 social services payments and replaces the social service payment
17 system. The amounts provided in this subsection are conditioned on the
18 authority satisfying the requirements of the project management
19 oversight standards and policies established by the office of the chief
20 information officer.

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

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

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

8 (40) Within the amounts appropriated in this section, the authority
9 shall reimburse for primary care services provided by naturopathic
10 physicians.

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

18 (42) (~~(\$17,279,000)~~) \$16,580,000 of the health benefit exchange
19 account--state appropriation and (~~(\$2,721,000)~~) \$3,409,000 of the
20 general fund--federal appropriation are provided solely to support the
21 operations of the Washington health benefit exchange from January 1,
22 2015, to June 30, 2015. The Washington state health insurance pool
23 administrator shall transfer \$20,838,000 of pool contributions to the
24 treasurer for deposit into the health benefit exchange account in
25 calendar year 2014. The receipt and use of medicaid funds provided to
26 the health benefit exchange from the health care authority are subject
27 to compliance with state and federal regulations and policies governing
28 the Washington apple health programs, including timely and proper
29 application, eligibility, and enrollment procedures. Within the
30 amounts provided in this subsection, \$321,000 of the health benefit
31 exchange account--state appropriation and \$688,000 of the general
32 fund--federal appropriation are provided solely for print services and
33 postage for modified adjusted gross income medicaid eligibility
34 correspondence sent from the health benefit exchange.

35 (43) Within the amounts appropriated in this section, the authority
36 shall continue to provide coverage after December 31, 2013, for
37 pregnant teens that qualify under existing pregnancy medical programs,

1 but whose eligibility for pregnancy related services would otherwise
2 end due to the application of the new modified adjusted gross income
3 eligibility standard.

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

16 (45) \$40,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$40,000 of the general fund--federal appropriation are
18 provided solely for the authority to create a new position to provide
19 adequate oversight and assistance to managed care organizations, rural
20 health clinics, and federally qualified health centers under a new
21 administratively streamlined payment methodology. Effective July 1,
22 2013, or upon obtaining any necessary federal approval, but in no case
23 during the first quarter of a calendar year, the authority shall
24 implement an administratively streamlined payment methodology for
25 federally qualified health centers and rural health clinics. The
26 authority's payments to managed care organizations shall include the
27 full encounter payment comprised of both the standard and enhancement
28 payments for federally qualified health centers and rural health
29 clinics as defined in the medicaid state plan and in accordance with
30 section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)). At
31 no time will a managed care organization be at risk for or have any
32 claim to the supplemental payment portion of the rate which will be
33 reconciled to ensure accurate payment and full pass through of the
34 obligated funds. For any services eligible for encounter payments, as
35 defined in the medicaid state plan, managed care organizations shall be
36 required to pay at least the full published encounter rates directly to
37 each clinic or center, and payments will be reconciled on at least an
38 annual basis between the managed care organization and the authority,

1 with final review and approval by the authority. At the option of any
2 clinic, the enhancement payment can be received from the managed care
3 organization on a per member per month basis for all assigned managed
4 care enrollees in an amount prescribed by the authority. Nothing in
5 this section is intended to disrupt mutually agreeable contractual
6 arrangements between managed care organizations and clinics that impact
7 how the standard payment for services is paid. The authority will
8 require participating managed care organizations to reimburse federally
9 qualified health centers and rural health clinics for clean claims in
10 strict adherence to the timeliness of payment standards established
11 under contract and specified for the medicaid fee-for-service program
12 in section 1902(a)(37) of the social security act (42 U.S.C.
13 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and specified for health carriers
14 in WAC 284-43-321. The authority shall exercise all necessary options
15 under its existing sanctions policy to enforce timely payment of
16 claims. The authority shall ensure necessary staff and resources are
17 identified to actively monitor and enforce the timeliness and accuracy
18 of payments to federally qualified health centers and rural health
19 clinics. By January 1, 2014, and after collaboration with federally
20 qualified health centers, rural health clinics, managed care plans, and
21 the centers for medicare and medicaid services, the authority will
22 produce a report that provides options for a new payment methodology
23 that rewards innovation and outcomes over volume of services delivered,
24 and which maintains the integrity of the rural health clinic and
25 federally qualified health center programs as outlined under federal
26 law. The report will detail necessary federal authority for
27 implementation and provide the benefits and drawbacks of each option.

28 (46) \$3,605,000 of the general fund--state appropriation for fiscal
29 year 2014 is provided solely to proportionally reduce the amounts that
30 rural health clinics owe the state under the calendar year 2009
31 recoupment.

32 (47) Sufficient amounts are appropriated in this section to remove
33 the mental health visit limit and to provide the shingles vaccine and
34 screening, brief intervention, and referral to treatment benefits that
35 are available in the medicaid alternative benefit plan in the current
36 medicaid benefit plan beginning January 1, 2014. (~~The authority shall
37 monitor the costs of the habilitative benefit as part of the~~

1 ~~forecasting process but shall not provide this benefit in the current~~
2 ~~medicaid benefit plan without a direct appropriation in the omnibus~~
3 ~~appropriations act.))~~

4 (48) The appropriations in this section reflect savings and
5 efficiencies achieved by modifying dispensing methods of contraceptive
6 drugs. The authority must make arrangements for all medicaid programs
7 offered through managed care plans or fee-for-service programs to
8 require dispensing of contraceptive drugs with a one-year supply
9 provided at one time unless a patient requests a smaller supply or the
10 prescribing physician instructs that the patient must receive a smaller
11 supply. Contracts with managed care plans must allow on-site
12 dispensing of the prescribed contraceptive drugs at family planning
13 clinics. Dispensing practices must follow clinical guidelines for
14 appropriate prescribing and dispensing to ensure the health of the
15 patient while maximizing access to effective contraceptive drugs.

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

1 exhaust all possible options to achieve cost neutrality. The report
2 shall also include a detailed plan and timeline. \$75,000 of the
3 amounts appropriated in this subsection is provided solely for the
4 development of options related to the federal basic health option. The
5 authority shall prepare options for implementing the federal basic
6 health option as federal guidance becomes available. The authority
7 shall submit a report on the options to the legislature and the
8 governor by January 1, 2014, or ninety days following the release of
9 federal guidance. The report must include a comparison of the premiums
10 and cost-sharing under the federal basic health option with the premium
11 assistance options described in this subsection, options for
12 implementing the federal basic health option in combination with a
13 premium assistance program, a detailed fiscal analysis for each
14 coverage approach, including the estimated costs for system design and
15 implementation, and information about impacted populations.

16 (b) Where possible, the authority shall leverage the same expert
17 consultants to review each proposal and compare and contrast the
18 approaches to ensure seamless coordination with the health benefit
19 exchange.

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

22 (50) \$171,000 of the general fund--state appropriation for fiscal
23 year 2015 and \$145,000 of the general fund--federal appropriation are
24 provided solely to implement Second Substitute Senate Bill No. 6312
25 (mental health, chemical dependency) and Engrossed Second Substitute
26 House Bill No. 2315 (suicide prevention). If Second Substitute Senate
27 Bill No. 6312 (mental health, chemical dependency) is not enacted by
28 June 30, 2014, the amounts provided in this subsection shall lapse.

29 (51) \$604,000 of the general fund--state appropriation for fiscal
30 year 2014, \$597,000 of the general fund--state appropriation for fiscal
31 year 2015, and \$18,320,000 of the general fund--federal appropriation
32 are provided solely to implement Engrossed Second Substitute House Bill
33 No. 2572 (health care purchasing, delivery). If the bill is not
34 enacted by June 30, 2014, the amounts provided in this subsection shall
35 lapse.

36 (52) \$306,000 of the general fund--state appropriation for fiscal
37 year 2015 and \$306,000 of the general fund--federal appropriation are

1 provided solely to implement Substitute House Bill No. 2310 (provider
2 safety equipment). If the bill is not enacted by June 30, 2014, the
3 amounts provided in this subsection shall lapse.

4 (53) \$390,000 of the general fund--state appropriation for fiscal
5 year 2015 and \$3,510,000 of the general fund--federal appropriation are
6 provided solely for medicaid clients to select the medicaid managed
7 care organization of their choice within the Washington
8 healthplanfinder online marketplace.

9 (54) \$561,000 of the general fund--state appropriation for fiscal
10 year 2015, \$2,000 of the general fund--local appropriation, and
11 \$693,000 of the general fund--federal appropriation are provided solely
12 for the authority to add autism screenings for children age eighteen
13 months beginning July 1, 2014.

14 (55) By December 1, 2014, the authority shall report to the
15 legislative fiscal committees with options for reducing payments to
16 hospital owned physician practices or clinics that are higher than the
17 maximum resource based relative value scale fee rates received by
18 nonhospital owned physician practices or clinics for the same
19 procedures. The authority shall include options for exempting certain
20 hospital owned clinics from the reductions and the fiscal impacts of
21 those options. The authority shall not enter into or renew any
22 contracts under RCW 74.60.160 that would restrict the authority's
23 ability to implement any of these options in the 2015-2017 fiscal
24 biennium.

25 (56) The appropriations to the authority in this act shall be
26 expended for the purposes and in the amounts specified in this act. To
27 the extent that appropriations in this section are insufficient to fund
28 actual expenditures in excess of caseload forecasts and utilization
29 assumptions, the authority, after May 1, 2014, may transfer general
30 fund--state appropriations for fiscal year 2014 that are provided
31 solely for a specified purpose. The authority shall not transfer
32 funds, and the director of financial management shall not approve the
33 transfer, unless the transfer is consistent with the objective of
34 conserving, to the maximum extent possible, the expenditure of state
35 funds. The director of financial management shall notify the
36 appropriate fiscal committees of the senate and house of
37 representatives in writing seven days prior to approving any allotment
38 modifications or transfers under this subsection. The written

1 notification shall include a narrative explanation and justification of
2 changes, along with expenditures and allotments by budget unit and
3 appropriation, both before and after any allotment modifications or
4 transfers.

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

7 **FOR THE HUMAN RIGHTS COMMISSION**

8 General Fund--State Appropriation (FY 2014)	((\$2,077,000))
9	<u>\$2,059,000</u>
10 General Fund--State Appropriation (FY 2015)	((\$1,996,000))
11	<u>\$2,027,000</u>
12 General Fund--Federal Appropriation	((\$2,185,000))
13	<u>\$2,171,000</u>
14 TOTAL APPROPRIATION	((\$6,258,000))
15	<u>\$6,257,000</u>

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

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

23 **FOR THE BOARD OF INDUSTRIAL INSURANCE APPEALS**

24 Worker and Community Right-to-Know Account--State	
25 Appropriation	\$10,000
26 Accident Account--State Appropriation	((\$19,763,000))
27	<u>\$19,678,000</u>
28 Medical Aid Account--State Appropriation	((\$19,763,000))
29	<u>\$19,678,000</u>
30 TOTAL APPROPRIATION	((\$39,536,000))
31	<u>\$39,366,000</u>

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

34 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

35 General Fund--State Appropriation (FY 2014)	((\$14,257,000))
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1		<u>\$14,535,000</u>
2	General Fund--State Appropriation (FY 2015)	((\$14,159,000))
3		<u>\$14,062,000</u>
4	General Fund--Private/Local Appropriation	((\$3,059,000))
5		<u>\$4,380,000</u>
6	Death Investigations Account--State Appropriation	\$148,000
7	Municipal Criminal Justice Assistance Account--	
8	State Appropriation	\$460,000
9	Washington Auto Theft Prevention Authority Account--	
10	State Appropriation	\$8,597,000
11	TOTAL APPROPRIATION	((\$40,680,000))
12		<u>\$42,182,000</u>

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

15 (1) \$5,000,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$5,000,000 of the general fund--state appropriation for
17 fiscal year 2015, are provided to the Washington association of
18 sheriffs and police chiefs solely to verify the address and residency
19 of registered sex offenders and kidnapping offenders under RCW
20 9A.44.130.

21 (2) ((~~\$340,000~~)) \$408,000 of the general fund--local appropriation
22 is provided solely to purchase ammunition for the basic law enforcement
23 academy. Jurisdictions shall reimburse to the criminal justice
24 training commission the costs of ammunition, based on the average cost
25 of ammunition per cadet, for cadets that they enroll in the basic law
26 enforcement academy.

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

29 (4) \$100,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$100,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for a school safety program. The
32 commission, in collaboration with the school safety center advisory
33 committee, shall provide the school safety training for all school
34 administrators and school safety personnel hired after the effective
35 date of this section.

36 (5) \$96,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$96,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for the school safety center

1 within the commission. The safety center shall act as an information
2 dissemination and resource center when an incident occurs in a school
3 district in Washington or in another state, coordinate activities
4 relating to school safety, and review and approve manuals and curricula
5 used for school safety models and training. Through an interagency
6 agreement, the commission shall provide funding for the office of the
7 superintendent of public instruction to continue to develop and
8 maintain a school safety information web site. The school safety
9 center advisory committee shall develop and revise the training
10 program, using the best practices in school safety, for all school
11 safety personnel. The commission shall provide research-related
12 programs in school safety and security issues beneficial to both law
13 enforcement and schools.

14 (6) \$123,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$123,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for the costs of providing
17 statewide advanced driving training with the use of a driving
18 simulator.

19 (7) \$165,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$165,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for crisis intervention training
22 for peace officers. The commission shall incorporate eight hours of
23 crisis intervention curriculum into its basic law enforcement academy
24 and shall offer an eight-hour in-service crisis intervention training
25 course.

26 (8) \$35,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for a study to collect data on the number
28 of reserve officers statewide. By December 31, 2014, the commission
29 shall report to the legislature on the number of reserve peace officers
30 who are employed at each local law enforcement agency in Washington.

31 (9) \$70,000 of the general fund--state appropriation for fiscal
32 year 2015 is provided solely for the commission to design and initiate,
33 in partnership with Seattle university criminal justice department, the
34 first year of a five-year study to research the effectiveness of its
35 crisis intervention training. By November 1, 2014, the commission
36 shall provide a report to the office of financial management and the
37 appropriate fiscal and policy committees of the legislature that sets

1 forth the proposed benchmarks and outcomes to be evaluated by the
2 study. The commission shall provide an annual report of its evaluation
3 to date by June 30th of each fiscal year during the study.

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

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

7	General Fund--State Appropriation (FY 2014)	((\$17,158,000))
8		<u>\$17,216,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$17,733,000))
10		<u>\$17,663,000</u>
11	General Fund--Federal Appropriation	\$11,876,000
12	Asbestos Account--State Appropriation	((\$366,000))
13		<u>\$363,000</u>
14	Electrical License Account--State Appropriation	((\$37,124,000))
15		<u>\$40,072,000</u>
16	Farm Labor Contractor Account--State Appropriation	\$28,000
17	Worker and Community Right-to-Know Account--	
18	State Appropriation	((\$903,000))
19		<u>\$897,000</u>
20	Public Works Administration Account--State	
21	Appropriation	((\$6,252,000))
22		<u>\$7,202,000</u>
23	Manufactured Home Installation Training Account--	
24	State Appropriation	((\$353,000))
25		<u>\$350,000</u>
26	Accident Account--State Appropriation	((\$258,440,000))
27		<u>\$257,709,000</u>
28	Accident Account--Federal Appropriation	\$13,626,000
29	Medical Aid Account--State Appropriation	((\$278,697,000))
30		<u>\$277,845,000</u>
31	Medical Aid Account--Federal Appropriation	\$3,186,000
32	Plumbing Certificate Account--State Appropriation	((\$1,732,000))
33		<u>\$1,734,000</u>
34	Pressure Systems Safety Account--State	
35	Appropriation	((\$4,193,000))
36		<u>\$4,170,000</u>
37	TOTAL APPROPRIATION	((\$651,667,000))

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

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

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

(3) \$279,000 of the public works administration account--state appropriation, \$4,000 of the medical aid account--state appropriation, and \$4,000 of the accident account--state appropriation are provided solely for implementation of Substitute House Bill No. 1420 (transportation improvement projects). If the bill is not enacted by June 30, 2013, the amounts provided in this subsection shall lapse.

(4) (~~(\$104,000 of the general fund)~~) \$94,000 of the accident account--state appropriation ((for fiscal year 2014)) and (~~(\$104,000 of the general fund)~~) \$17,000 of the medical aid account--state appropriation ((for fiscal year 2015)) are provided solely to implement Substitute Senate Bill No. 5123 (farm ~~((internships))~~ internship program). If the bill is not enacted by June 30, ~~((2013))~~ 2014, the amount provided in this subsection shall lapse.

~~((+6))~~ (5) \$210,000 of the medical aid account--state appropriation and \$630,000 of the accident account--state appropriation are provided solely for the contract costs and one staff position at the department for the purpose of implementing the logging safety initiative in an effort to reduce the frequency and severity of injuries in manual, or nonmechanized, logging. The department shall reduce \$840,000 of workers compensation funding used for the safety and health investment project to maintain cost neutrality. Additional costs for the implementation of the logging safety initiative shall be accomplished by the department within existing resources to include the assignment of two full-time auditors specifically for this purpose. The department is directed to include \$420,000 of these costs in its calculation of workers' compensation premiums for the forest products

1 industry for 2014, 2015, and 2016 rates. The department shall report
2 to the legislature by December 31, 2014, an approach for using a third
3 party safety certification vendor, accomplishments of the taskforce,
4 accomplishments on this effort to-date, and future plans. The report
5 must identify options for future funding and make recommendations for
6 permanent funding for this program.

7 (6) \$132,000 of the accident account--state appropriation and
8 \$130,000 of the medical aid account--state appropriation are provided
9 solely to implement Substitute Senate Bill No. 5360 (unpaid wages
10 collection). If the bill is not enacted by June 30, 2014, the amounts
11 provided in this subsection shall lapse.

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

14 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

15 (1) HEADQUARTERS

16	General Fund--State Appropriation (FY 2014)	(((\$1,996,000))
17		<u>\$1,995,000</u>
18	General Fund--State Appropriation (FY 2015)	(((\$1,900,000))
19		<u>\$1,878,000</u>
20	Charitable, Educational, Penal, and Reformatory	
21	Institutions Account--State Appropriation	\$10,000
22	TOTAL APPROPRIATION	(((\$3,906,000))
23		<u>\$3,883,000</u>

24 (2) FIELD SERVICES

25	General Fund--State Appropriation (FY 2014)	(((\$5,340,000))
26		<u>\$5,348,000</u>
27	General Fund--State Appropriation (FY 2015)	(((\$5,316,000))
28		<u>\$5,305,000</u>
29	General Fund--Federal Appropriation	(((\$3,455,000))
30		<u>\$3,442,000</u>
31	General Fund--Private/Local Appropriation	(((\$4,418,000))
32		<u>\$4,523,000</u>
33	Veteran Estate Management Account--Private/Local	
34	Appropriation	(((\$1,104,000))
35		<u>\$1,098,000</u>
36	TOTAL APPROPRIATION	(((\$19,633,000))
37		<u>\$19,716,000</u>

1 The appropriations in this subsection are subject to the following
2 conditions and limitations: \$300,000 of the general fund--state
3 appropriation for fiscal year 2014 and \$300,000 of the general fund--
4 state appropriation for fiscal year 2015 are provided solely to provide
5 crisis and emergency relief and education, training, and employment
6 assistance to veterans and their families in their communities through
7 the veterans innovation program.

8 (3) INSTITUTIONAL SERVICES

9	General Fund--State Appropriation (FY 2014)	(((\$102,000))
10		<u>\$239,000</u>
11	General Fund--State Appropriation (FY 2015)	(((\$20,000))
12		<u>\$156,000</u>
13	General Fund--Federal Appropriation	(((\$68,981,000))
14		<u>\$69,188,000</u>
15	General Fund--Private/Local Appropriation	(((\$39,355,000))
16		<u>\$25,447,000</u>
17	TOTAL APPROPRIATION	(((\$108,458,000))
18		<u>\$95,030,000</u>

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

21 **FOR THE DEPARTMENT OF HEALTH**

22	General Fund--State Appropriation (FY 2014)	(((\$60,230,000))
23		<u>\$59,915,000</u>
24	General Fund--State Appropriation (FY 2015)	(((\$59,198,000))
25		<u>\$62,889,000</u>
26	General Fund--Federal Appropriation	(((\$536,074,000))
27		<u>\$534,989,000</u>
28	General Fund--Private/Local Appropriation	(((\$139,455,000))
29		<u>\$139,011,000</u>
30	Hospital Data Collection Account--State Appropriation	(((\$222,000))
31		<u>\$221,000</u>
32	Health Professions Account--State Appropriation	(((\$104,722,000))
33		<u>\$105,228,000</u>
34	Aquatic Lands Enhancement Account--State Appropriation	\$604,000
35	Emergency Medical Services and Trauma Care Systems	
36	Trust Account--State Appropriation	(((\$12,319,000))
37		<u>\$11,194,000</u>

1	Safe Drinking Water Account--State Appropriation	((\$5,267,000))
2		<u>\$5,233,000</u>
3	Drinking Water Assistance Account--Federal	
4	Appropriation	((\$14,806,000))
5		<u>\$14,697,000</u>
6	Waterworks Operator Certification--State	
7	Appropriation	((\$1,560,000))
8		<u>\$1,554,000</u>
9	Drinking Water Assistance Administrative Account--	
10	State Appropriation	((\$339,000))
11		<u>\$336,000</u>
12	Site Closure Account--State Appropriation	((\$159,000))
13		<u>\$158,000</u>
14	Biotoxin Account--State Appropriation	\$1,323,000
15	State Toxics Control Account--State Appropriation	((\$3,949,000))
16		<u>\$3,913,000</u>
17	Medical Test Site Licensure Account--State	
18	Appropriation	((\$4,737,000))
19		<u>\$4,722,000</u>
20	Youth Tobacco Prevention Account--State Appropriation	\$1,512,000
21	Public Health Supplemental Account--Private/Local	
22	Appropriation	\$3,236,000
23	Accident Account--State Appropriation	((\$304,000))
24		<u>\$302,000</u>
25	Medical Aid Account--State Appropriation	\$50,000
26	Medicaid Fraud Penalty Account--State	
27	Appropriation	\$987,000
28	TOTAL APPROPRIATION	((\$951,053,000))
29		<u>\$952,074,000</u>

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

32 (1)(a) The department of health shall not initiate any services
33 that will require expenditure of state general fund moneys unless
34 expressly authorized in this act or other law. The department of
35 health and the state board of health shall not implement any new or
36 amended rules pertaining to primary and secondary school facilities
37 until the rules and a final cost estimate have been presented to the
38 legislature, and the legislature has formally funded implementation of

1 the rules through the omnibus appropriations act or by statute. The
2 department may seek, receive, and spend, under RCW 43.79.260 through
3 43.79.282, federal moneys not anticipated in this act as long as the
4 federal funding does not require expenditure of state moneys for the
5 program in excess of amounts anticipated in this act. If the
6 department receives unanticipated unrestricted federal moneys, those
7 moneys shall be spent for services authorized in this act or in any
8 other legislation that provides appropriation authority, and an equal
9 amount of appropriated state moneys shall lapse. Upon the lapsing of
10 any moneys under this subsection, the office of financial management
11 shall notify the legislative fiscal committees. As used in this
12 subsection, "unrestricted federal moneys" includes block grants and
13 other funds that federal law does not require to be spent on
14 specifically defined projects or matched on a formula basis by state
15 funds.

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

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

34 (3) \$150,000 of the state toxics control account--state
35 appropriation is provided solely to provide water filtration systems
36 for low-income households with individuals at high public health risk
37 from nitrate-contaminated wells in the lower Yakima basin.

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

7 (b) The integration must provide prescription monitoring program
8 data to emergency department personnel when the patient registers in
9 the emergency department. Such exchange may be a private or public
10 joint venture, including the use of the state health information
11 exchange.

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

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

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

23 (5) (~~(\$270,000)~~) \$180,000 of the general fund--state appropriation
24 for fiscal year 2014 (~~(is)~~) and \$150,000 of the general fund--state
25 appropriation for fiscal year 2015 are provided solely for the
26 Washington autism alliance to assist autistic individuals and families
27 with autistic children during the transition to federal health reform.

28 (6) \$6,000 of the general fund--state appropriation for fiscal year
29 2014 and \$5,000 of the general fund--state appropriation for fiscal
30 year 2015 are provided solely for the department to convene a work
31 group to study and recommend language for standardized clinical
32 affiliation agreements for clinical placements associated with the
33 education and training of physicians licensed under chapter 18.71 RCW,
34 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,
35 and nurses licensed under chapter 18.79 RCW. The work group shall
36 develop one recommended standardized clinical affiliation agreement for
37 each profession or one recommended standardized clinical affiliation
38 agreement for all three professions.

1 (a) When choosing members of the work group, the department shall
2 consult with the health care personnel shortage task force and shall
3 attempt to ensure that the membership of the work group is
4 geographically diverse. The work group must, at a minimum, include
5 representatives of the following:

- 6 (i) Two-year institutions of higher education;
- 7 (ii) Four-year institutions of higher education;
- 8 (iii) The University of Washington medical school;
- 9 (iv) The college of osteopathic medicine at the Pacific Northwest
10 University of Health Sciences;
- 11 (v) The health care personnel shortage task force;
- 12 (vi) Statewide organizations representing hospitals and other
13 facilities that accept clinical placements;
- 14 (vii) A statewide organization representing physicians;
- 15 (viii) A statewide organization representing osteopathic physicians
16 and surgeons;
- 17 (ix) A statewide organization representing nurses;
- 18 (x) A labor organization representing nurses; and
- 19 (xi) Any other groups deemed appropriate by the department in
20 consultation with the health care personnel shortage task force.

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

24 (7) \$65,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$65,000 of the general fund--state appropriation for
26 fiscal year 2015 are for the midwifery licensure and regulatory program
27 to supplement revenue from fees. The department shall charge no more
28 than five hundred twenty-five dollars annually for new or renewed
29 licenses for the midwifery program.

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

34 (9) \$654,000 of the health professions account--state appropriation
35 is provided solely for the implementation of Engrossed Senate Bill No.
36 5206 (health sciences library). If the bill is not enacted by June 30,
37 2013, the amount provided in this subsection shall lapse.

1 (10) \$35,000 of the health professions account--state appropriation
2 is provided solely for the implementation of House Bill No. 1003
3 (health professions licensees). If the bill is not enacted by June 30,
4 2013, the amount provided in this subsection shall lapse.

5 (11) \$10,000 of the health professions account--state appropriation
6 is provided solely for the implementation of Substitute House Bill No.
7 1270 (board of denturists). If the bill is not enacted by June 30,
8 2013, the amount provided in this subsection shall lapse.

9 (12) \$10,000 of the health professions account--state appropriation
10 is provided solely for the implementation of Substitute House Bill No.
11 1271 (denturism). If the bill is not enacted by June 30, 2013, the
12 amount provided in this subsection shall lapse.

13 (13) \$11,000 of the health professions account--state appropriation
14 is provided solely for the implementation of House Bill No. 1330
15 (dental hygienists, assistants). If the bill is not enacted by June
16 30, 2013, the amount provided in this subsection shall lapse.

17 ~~(14) ((\$1,008,000 of the health professions account--state~~
18 ~~appropriation is provided solely for the implementation of Substitute~~
19 ~~House Bill No. 1343 (nurses surcharge). If the bill is not enacted by~~
20 ~~June 30, 2013, the amount provided in this subsection shall lapse.~~

21 ~~(+15))~~ \$34,000 of the health professions account--state
22 appropriation is provided solely for the implementation of Substitute
23 House Bill No. 1376 (suicide assessment training). If the bill is not
24 enacted by June 30, 2013, the amount provided in this subsection shall
25 lapse.

26 ~~((+16))~~ (15) \$10,000 of the health professions account--state
27 appropriation is provided solely for the implementation of Engrossed
28 Substitute House Bill No. 1515 (medical assistants). If the bill is
29 not enacted by June 30, 2013, the amount provided in this subsection
30 shall lapse.

31 ~~((+17))~~ (16) \$2,185,000 of the health professions account--state
32 appropriation is provided solely for the implementation of Second
33 Substitute House Bill No. 1518 (disciplinary authorities). If the bill
34 is not enacted by June 30, 2013, the amount provided in this subsection
35 shall lapse.

36 ~~((+18))~~ (17) \$141,000 of the general fund--private/local
37 appropriation is provided solely for the implementation of Substitute

1 House Bill No. 1525 (birth certificates). If the bill is not enacted
2 by June 30, 2013, the amount provided in this subsection shall lapse.

3 ~~((+19))~~ (18) \$220,000 of the health professions account--state
4 appropriation is provided solely for the implementation of House Bill
5 No. 1534 (impaired dentist program). If the bill is not enacted by
6 June 30, 2013, the amount provided in this subsection shall lapse.

7 ~~((+20))~~ (19) \$51,000 of the health professions account--state
8 appropriation is provided solely for the implementation of House Bill
9 No. 1609 (board of pharmacy). If the bill is not enacted by June 30,
10 2013, the amount provided in this subsection shall lapse.

11 ~~((+21))~~ (20) \$12,000 of the health professions account--state
12 appropriation is provided solely for the implementation of Substitute
13 House Bill No. 1629 (home care aide continuing education). If the bill
14 is not enacted by June 30, 2013, the amount provided in this subsection
15 shall lapse.

16 ~~((+22))~~ (21) \$18,000 of the health professions account--state
17 appropriation is provided solely for the implementation of Substitute
18 House Bill No. 1737 (physician assistants). If the bill is not enacted
19 by June 30, 2013, the amount provided in this subsection shall lapse.

20 ~~((+23))~~ (22) \$77,000 of the general fund--state appropriation for
21 fiscal year 2014 and \$38,000 of the general fund--state appropriation
22 for fiscal year 2015 are provided solely to develop a report on state
23 efforts to prevent and control diabetes. The department, the health
24 care authority, and the department of social and health services shall
25 submit a coordinated report to the governor and the appropriate
26 committees of the legislature by December 31, 2014, on the following:

27 (a) The financial impacts and reach that diabetes of all types and
28 undiagnosed gestational diabetes are having on the programs
29 administered by each agency and individuals, including children with
30 mothers with undiagnosed gestational diabetes, enrolled in those
31 programs. Items in this assessment must include: (i) The number of
32 lives with diabetes and undiagnosed gestational diabetes impacted or
33 covered by the programs administered by each agency; (ii) the number of
34 lives with diabetes, or at risk for diabetes, and family members
35 impacted by prevention and diabetes control programs implemented by
36 each agency; (iii) the financial toll or impact diabetes and its
37 complications, and undiagnosed gestational diabetes and the
38 complications experienced during labor to children of mothers with

1 gestational diabetes places on these programs in comparison to other
2 chronic diseases and conditions; and (iv) the financial toll or impact
3 diabetes and its complications, and diagnosed gestational diabetes and
4 the complications experienced during labor to children of mothers with
5 gestational diabetes places on these programs;

6 (b) An assessment of the benefits of implemented and existing
7 programs and activities aimed at controlling all types of diabetes and
8 preventing the disease. This assessment must also document the amount
9 and source for any funding directed to each agency for the programs and
10 activities aimed at reaching those with diabetes of all types;

11 (c) A description of the level of coordination existing between the
12 agencies on activities, programmatic activities, and messaging on
13 managing, treating, or preventing all types of diabetes and its
14 complications;

15 (d) The development or revision of detailed policy-related action
16 plans and budget recommendations for battling diabetes and undiagnosed
17 gestational diabetes that includes a range of actionable items for
18 consideration by the legislature. The plans and budget recommendations
19 must identify proposed action steps to reduce the impact of diabetes,
20 prediabetes, related diabetes complications, and undiagnosed
21 gestational diabetes. The plans and budget recommendations must also
22 identify expected outcomes of the action steps proposed in the
23 following biennium while also establishing benchmarks for controlling
24 and preventing all types of diabetes; and

25 (e) An estimate of savings, efficiencies, costs, and budgetary
26 savings and resources required to implement the plans and budget
27 recommendations identified in (d) of this subsection (23).

28 ~~((+24))~~ (23) Within the general fund--state amounts appropriated
29 in this section, the department of health will develop and administer
30 the certified home care aide examination translated into at least seven
31 languages in addition to the languages in which the examination is
32 available on the effective date of this act. The purpose of offering
33 the examination in additional languages is to encourage an adequate
34 supply of certified home care aides to meet diverse long-term care
35 client needs.

36 (24)(a) \$350,000 of the general fund--state appropriation for
37 fiscal year 2015 is provided solely for the department of health to
38 support Washington's healthiest next generation efforts by partnering

1 with the office of the superintendent of public instruction, department
2 of early learning, and other public and private partners as appropriate
3 to do the following:

4 (i) Expand programs across Washington that have demonstrated
5 success in increasing physical activity and access to healthy food and
6 drinking water;

7 (ii) Provide toolkits and mentoring for early learning and school
8 professionals with strategies to encourage children to be active, eat
9 healthy food, and have access to drinking water;

10 (iii) Enhance performance standards for the early childhood
11 education and assistance program to include best practices on healthy
12 eating and physical activity, nutrition education activities in written
13 curriculum plans, and the incorporation of healthy eating, physical
14 activity, and screen time education into parent education;

15 (iv) Revise statewide guidelines for schools for quality health and
16 fitness education; and

17 (v) Establish performance metrics.

18 (b) The department shall collaborate with the governor or the
19 governor's designee, chairs or designees of the appropriate legislative
20 committees, the state agencies listed in (a) of this subsection, other
21 necessary state or local agencies and private businesses, and community
22 organizations or individuals with expertise in child health, nutrition,
23 and fitness to submit reports to the governor and the appropriate
24 committees of the legislature by December 31, 2014, and June 30, 2015,
25 that include:

26 (i) An update and a summary of the current and expected impacts of
27 the activities listed in (a) of this subsection;

28 (ii) An identification and description of other programs designed
29 to prevent childhood obesity, including programs with a focus on
30 reducing child-related health disparities in specific population groups
31 and programs for preventing and stopping tobacco and substance use; and

32 (iii) An analysis and identification of potential programs, policy,
33 and funding recommendations for consideration by the legislature.

34 (25) \$68,000 of the health professions account--state appropriation
35 is provided solely to implement Engrossed Substitute House Bill No.
36 2160 (physical therapists). If the bill is not enacted by June 30,
37 2014, the amount provided in this subsection shall lapse.

1 (26) \$251,000 of the health professions account--state
2 appropriation is provided solely to implement Engrossed Substitute
3 House Bill No. 2315 (suicide prevention). If the bill is not enacted
4 by June 30, 2014, the amount provided in this subsection shall lapse.

5 (27)(a) Within the appropriations provided in this section, the
6 department shall update its hepatitis C strategic plan for the state to
7 include recommended actions pertaining to, at a minimum:

8 (i) Using prevalence data to determine the number of undiagnosed
9 hepatitis C patients in the state;

10 (ii) How to best reach undiagnosed patients, with special
11 consideration to people born between 1945 and 1965, and new infections;

12 (iii) The status of the more than sixty thousand state residents
13 who have already been diagnosed with hepatitis C;

14 (iv) A framework for improving hepatitis C testing and linkage to
15 medical care; and

16 (v) A framework for the prevention of hepatitis C.

17 (b) The department of health shall present its updated strategic
18 hepatitis C plan to the appropriate committees of the legislature by
19 September 15, 2014.

20 (28) Moneys appropriated in this section are sufficient to maintain
21 and operate the marine biotoxin information hotline and the department
22 shall not suspend or reduce its operation.

23 (29) \$1,500,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for tobacco, marijuana, and e-cigarette
25 prevention activities that serve youth and populations with a high
26 incidence of smoking. For activities that serve youth, the department
27 must partner with the office of the superintendent of public
28 instruction to fund effective tobacco, marijuana, and e-cigarette
29 prevention programs at middle and high schools. For activities that
30 serve populations with a high incidence of smoking, the department must
31 contract with community based organizations that serve populations that
32 have a high incidence of smoking tobacco, marijuana, or e-cigarettes.
33 The legislature intends to fund tobacco and e-cigarette prevention
34 programs in future biennia based on the Washington state institute for
35 public policy report in section 609 of this act. The department shall
36 work with the institute and shall develop a budget request for the
37 2015-2017 fiscal biennium based on the institute's report.

1 fiscal year 2015 are provided solely for the support of a statewide
2 council on mentally ill offenders that includes as its members
3 representatives of community-based mental health treatment programs,
4 current or former judicial officers, and directors and commanders of
5 city and county jails and state prison facilities. The council will
6 investigate and promote cost-effective approaches to meeting the
7 long-term needs of adults and juveniles with mental disorders who have
8 a history of offending or who are at-risk of offending, including their
9 mental health, physiological, housing, employment, and job training
10 needs.

11 (b) \$150,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$75,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for the department to contract
14 with a consultant who can facilitate and provide project expertise on
15 the implementation of community and prison based offender programming
16 that follows the risk-needs-responsivity model.

17 (i) By September 1, 2013, the department shall provide to the
18 consultant an inventory of all existing programming both in prisons and
19 in community operations. The department shall consult with the
20 Washington state institute for public policy (WSIPP) to determine
21 whether programs are evidence-based or research-based using definitions
22 provided by WSIPP and shall include this information on the inventory.

23 (ii) By (~~October 1, 2013~~) March 1, 2014, the consultant shall
24 report to the department, the office of financial management, and
25 legislative fiscal committees on the department's current plans and
26 processes for managing offender programming including processes for
27 phasing-out ineffective programs and implementing evidence-based or
28 research-based programs. All department programs should be considered
29 by the consultant regardless of whether they are included on the most
30 recent list of WSIPP approved identifiable evidence-based practices in
31 (b)(i) of this subsection.

32 (iii) The WSIPP, in consultation with the department, shall
33 systematically review selected programs to determine the effectiveness
34 of these programs at reducing recidivism or other outcomes. The WSIPP
35 shall conduct a benefit-cost analysis of these programs when feasible
36 and shall report to the legislature by December 1, 2013.

37 (iv) Based on the report provided by the consultant and the WSIPP
38 review of programs, the department shall work collaboratively with the

1 consultant to develop and complete a written comprehensive
2 implementation plan by (~~January 15, 2014~~) June 30, 2014. The
3 implementation plan must clearly identify the types of programs to be
4 included, the recommended locations where the programs will be sited,
5 an implementation timeline, and a phasing of the projected number of
6 participants needed to meet the threshold of available program funds.

7 (v) Using the written implementation plan as a guide, the
8 department must have programs in place and fully phased-in no later
9 than (~~June 30, 2015~~) January 1, 2016.

10 (vi) The department shall hold the consultant on retainer to assist
11 the department as needed throughout the implementation process. The
12 consultant shall review quarterly the actual implementation compared to
13 the written implementation plan and shall provide a report to the
14 secretary of the department. The department shall provide reports to
15 the office of financial management and legislative fiscal committees as
16 follows:

17 (A) The written comprehensive implementation plan shall be provided
18 by (~~January 15, 2014~~) July 15, 2014; and

19 (B) Written progress updates shall be provided by (~~July~~) December
20 1, 2014, and by (~~December 1, 2014~~) June 1, 2015.

21 (2) CORRECTIONAL OPERATIONS

22	General Fund--State Appropriation (FY 2014)	((\$605,039,000))
23		<u>\$594,207,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$604,704,000))
25		<u>\$594,052,000</u>
26	General Fund--Federal Appropriation	((\$3,322,000))
27		<u>\$3,356,000</u>
28	Washington Auto Theft Prevention Authority Account--	
29	State Appropriation	((\$7,585,000))
30		<u>\$7,582,000</u>
31	Environmental Legacy Stewardship Account--State	
32	Appropriation	\$105,000
33	County Criminal Justice Assistance Account--State	
34	Appropriation	\$390,000
35	TOTAL APPROPRIATION	((\$1,221,145,000))
36		<u>\$1,199,692,000</u>

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

1 (a) During the 2013-2015 fiscal biennium, when contracts are
2 established or renewed for offender pay phone and other telephone
3 services provided to inmates, the department shall select the
4 contractor or contractors primarily based on the following factors:
5 (i) The lowest rate charged to both the inmate and the person paying
6 for the telephone call; and (ii) the lowest commission rates paid to
7 the department, while providing reasonable compensation to cover the
8 costs of the department to provide the telephone services to inmates
9 and provide sufficient revenues for the activities funded from the
10 institutional welfare betterment account.

11 (b) \$501,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$501,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for the department to maintain the
14 facility, property, and assets at the institution formerly known as the
15 maple lane school in Rochester. The department may not house
16 incarcerated offenders at the maple lane site until specifically
17 directed to do so by the legislature.

18 (c) By (~~December 1, 2013~~) March 31, 2014, the department of
19 corrections shall provide a report to the office of financial
20 management and the appropriate fiscal and policy committees of the
21 legislature that evaluates the department's inmate intake processes and
22 expenditures and makes recommendations for improvements. The
23 evaluation must include an analysis of lean management processes that,
24 if adopted, could improve the efficiency and cost effectiveness of
25 inmate intake.

26 (d) By December 1, 2013, the department of corrections shall
27 provide a report to the office of financial management and the
28 appropriate fiscal and policy committees of the legislature that
29 evaluates the department's use of partial confinement and work release
30 programs and makes recommendations for improving public safety and
31 decreasing recidivism through increasing participation in partial
32 confinement re-entry and work release programs. In making its
33 recommendations, the department shall identify:

34 (i) Options for increasing the capacity of work release beds to
35 meet the number of eligible offenders;

36 (ii) Potential cost savings to the state through contracting for or
37 building new work release capacity;

1 (iii) Options for expanding eligibility for partial confinement,
2 including creation of a structured re-entry program that includes
3 stable housing, mandatory participation in evidence-based programs, and
4 intensive supervision; and

5 (iv) Potential cost savings to the state from creation of a
6 structured re-entry program.

7 (e) By December 1, 2013, the department of corrections shall
8 provide a report to the office of financial management and the
9 appropriate fiscal and policy committees of the legislature that
10 evaluates the department's community parenting alternative program, and
11 makes recommendations for increasing participation in the program with
12 the goals of increasing public safety and decreasing recidivism. The
13 evaluation shall include recommendations for increasing the placement
14 of eligible offenders into the program and increasing eligibility to
15 other populations. In making its recommendations, the department shall
16 identify the percent of the eligible population currently entering the
17 program, outcomes to-date for program participants, and potential cost
18 savings from increasing placement of offenders into the program.

19 (f) The department of corrections shall contract with local and
20 tribal governments for the provision of jail capacity to house
21 offenders who violate the terms of their community supervision. A
22 contract shall not have a cost of incarceration in excess of \$85 per
23 day per offender. A contract shall not have a year-to-year increase in
24 excess of three percent per year. The contracts may include rates for
25 the medical care of offenders which exceed the daily cost of
26 incarceration and the limitation on year-to-year increase, provided
27 that medical payments conform to the department's offender health plan,
28 pharmacy formulary, and all off-site medical expenses are preapproved
29 by department utilization management staff.

30 (g)(i) The legislature finds that it has taken several steps to
31 mitigate the demand for prison capacity including funding evidence-
32 based programming for offenders which is proven to reduce recidivism,
33 funding evidence-based treatment alternatives to incarceration for
34 drug-addicted offenders, standardizing inconsistencies in the drug
35 sentencing grid, and authorizing the department to rent local jail
36 beds. These steps will also assist the department's implementation of
37 additional operational efficiencies by reducing costs related to
38 offender intake, processing, and transportation.

1 (ii) Up to \$1,119,000 of the general fund--state appropriation for
2 fiscal year 2014 and up to \$1,322,000 of the general fund--state
3 appropriation for fiscal year 2015 may be used by the department to
4 rent jail capacity for short-term offenders. In contracting for jail
5 beds for short-term offenders, the department shall rent capacity from
6 local and tribal governments to house offenders with an earned release
7 date of less than one hundred twenty days remaining on his or her
8 sentence at the time the offender would otherwise be transferred to a
9 state correctional facility. The contracted daily costs for these
10 offenders shall not exceed \$70 per offender including medical costs.

11 (h) The department of corrections shall issue a competitive
12 solicitation by August 1, 2013, to contract with local jurisdictions
13 for the use of inmate bed capacity in lieu of prison beds operated by
14 the state. The department may contract for up to 300 beds statewide to
15 the extent that it is at no net cost to the department. The department
16 shall calculate and report the average cost per offender per day,
17 inclusive of all services, on an annual basis for a facility that is
18 representative of average medium or lower offender costs. The duration
19 of the contracts may be for up to four years. The department shall not
20 pay a rate greater than \$65 per day per offender for all costs
21 associated with the offender while in the local correctional facility
22 to include programming and health care costs, or the equivalent of \$65
23 per day per bed including programming and health care costs for full
24 units. The capacity provided at local correctional facilities must be
25 for offenders whom the department of corrections defines as medium or
26 lower security offenders. Programming provided for inmates held in
27 local jurisdictions is included in the rate, and details regarding the
28 type and amount of programming, and any conditions regarding
29 transferring offenders will be negotiated with the department as part
30 of any contract. Local jurisdictions must provide health care to
31 offenders that meet standards set by the department. The local jail
32 will provide all medical care including unexpected emergent care. The
33 department must utilize a screening process to ensure that offenders
34 with existing extraordinary medical/mental health needs are not
35 transferred to local jail facilities. If extraordinary medical
36 conditions develop for an inmate while at a jail facility the jail may
37 transfer the offender back to the department, subject to terms of the
38 negotiated agreement. Health care costs incurred prior to transfer

1 will be the responsibility of the jail. The department will report to
2 legislative fiscal committees and the office of financial management by
3 November 1, 2013, to provide a status update on implementation.

4 (i) The department shall convene a work group to develop health
5 care cost containment strategies at local jail facilities. The work
6 group shall identify cost containment strategies in place at the
7 department and at local jail facilities, identify the costs and
8 benefits of implementing strategies in jail health-care facilities, and
9 make recommendations on implementing beneficial strategies. The work
10 group shall submit a report on its findings and recommendations to the
11 fiscal committees of the legislature by October 1, 2013. The work
12 group shall include jail administrators, representatives from health
13 care facilities at the local jail level and the state prisons level,
14 and other representatives as deemed necessary.

15 (j) (~~(\$1,026,000)~~) \$526,000 of the general fund--state
16 appropriation for fiscal year 2014 and \$781,000 of the general fund--
17 state appropriation for fiscal year 2015 are provided solely to expand
18 the piloted risk-needs-responsivity model to include the use of
19 cognitive behavioral therapy with evidence-based programming at two
20 minimum security prison facilities and at the Monroe correctional
21 complex.

22 (k) (~~(\$23,653,000)~~) \$23,453,000 of the general fund--state
23 appropriation for fiscal year 2014 and \$24,919,000 of the general
24 fund--state appropriation for fiscal year 2015 are provided solely for
25 offender programming. Pursuant to section 220(1) of this act, the
26 department shall develop and implement a written comprehensive plan for
27 offender programming that prioritizes programs which follow the risk-
28 needs-responsivity model, are evidence-based, and have measurable
29 outcomes. The department is authorized to discontinue ineffective
30 programs and to repurpose underspent funds according to the priorities
31 in the written plan.

32 (l) \$36,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$36,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for implementation of Engrossed
35 Senate Bill No. 5484 (assault in the third-degree). If the bill is not
36 enacted by June 30, 2013, the amounts provided in this subsection shall
37 lapse.

1 (m) \$48,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$48,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for implementation of Engrossed
4 Substitute House Bill No. 1383 (stalking protection orders). If the
5 bill is not enacted by June 30, 2013, the amounts provided in this
6 subsection shall lapse.

7 (n) \$36,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$36,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for implementation of Senate Bill
10 No. 5149 (crimes against pharmacies). If the bill is not enacted by
11 June 30, 2013, the amounts provided in this subsection shall lapse.

12 (o) \$24,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$24,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for implementation of Engrossed
15 Substitute Senate Bill No. 5669 (trafficking). If the bill is not
16 enacted by June 30, 2013, the amounts provided in this subsection shall
17 lapse.

18 (p) \$24,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$24,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for implementation of Engrossed
21 Senate Bill No. 5053 (vehicle prowling). If the bill is not enacted by
22 June 30, 2013, the amounts provided in this subsection shall lapse.

23 (q) \$96,000 of the county criminal justice assistance--state
24 appropriation is provided solely for implementation of Engrossed Senate
25 Bill No. 5105 (rental vouchers for offenders). If the bill is not
26 enacted by June 30, 2013, the amount provided in this subsection shall
27 lapse.

28 (r) \$94,000 of the general fund--state appropriation for fiscal
29 year 2014, and \$1,494,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the department to contract
31 with Yakima county for the use of female inmate bed capacity in lieu of
32 prison beds operated by the state. The department shall rent jail beds
33 through contracts established under (h) of this subsection to house
34 female offenders beginning no later than May 1, 2014.

35 (s) The department shall assess possible uses for the Yakima county
36 jail facility, including but not limited to, housing for short-term
37 offenders; housing for community supervision violators or absconders;
38 housing for offenders with special program needs such as offenders with

1 mental health issues; and housing for older or infirm offenders. The
2 department shall report to the appropriate policy and fiscal committees
3 of the legislature by December 1, 2014, with findings, cost estimates,
4 and recommendations for the use of the facility.

5 (3) COMMUNITY SUPERVISION

6	General Fund--State Appropriation (FY 2014)	((\$130,568,000))
7		<u>\$148,788,000</u>
8	General Fund--State Appropriation (FY 2015)	((\$131,973,000))
9		<u>\$151,715,000</u>
10	County Criminal Justice Assistance Account--State	\$2,249,000
11	Ignition Interlock Device Revolving Account--State	\$2,200,000
12	TOTAL APPROPRIATION	((\$266,990,000))
13		<u>\$304,952,000</u>

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

16 (a) \$1,906,000 of the county criminal justice assistance account--
17 state appropriation and \$2,200,000 of the ignition interlock device
18 revolving account--state appropriation are provided solely for the
19 department to contract for additional residential drug offender
20 sentencing alternative treatment slots. By December 1, 2013, the
21 department shall provide a report to the appropriate fiscal committees
22 of the house of representatives and the senate on the use of the
23 additional treatment slots.

24 (b) \$4,186,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$6,362,000 of the general fund--state appropriation for
26 fiscal year 2015 must be expended on evidence-based programs that
27 follow the risk-needs-responsivity model. The department is authorized
28 to use up to ten percent of these funds as necessary to secure physical
29 space as needed to maximize program delivery of evidence-based
30 treatment to all high-risk, high-need offenders in community
31 supervision. Funding may be prioritized by the department to any
32 program recognized as evidence-based for adult offenders by the
33 Washington state institute for public policy.

34 (c) ((~~\$16,513,000~~)) \$15,363,000 of the general fund--state
35 appropriation for fiscal year 2014 and \$16,527,000 of the general fund--
36 state appropriation for fiscal year 2015 are provided solely for
37 offender programming. Pursuant to section 220 (1) of this act, the
38 department shall develop and implement a written comprehensive plan for

1 offender programming that prioritizes programs which follow the risk-
2 needs-responsivity model, are evidence-based, and have measurable
3 outcomes. The department is authorized to discontinue ineffective
4 programs and to repurpose underspent funds according to the priorities
5 in the written plan.

6 (d) \$107,000 of the county criminal justice--state appropriation is
7 provided solely for implementation of Engrossed Senate Bill No. 5105
8 (rental vouchers for offenders). If the bill is not enacted by June
9 30, 2013, the amount provided in this subsection shall lapse.

10 (e) Within the amounts provided in this section, funding is
11 sufficient to implement Senate Bill No. 6327 (expanding the categories
12 of offenses eligible for the community parenting alternative program
13 within the department of corrections).

14 (4) CORRECTIONAL INDUSTRIES

15	General Fund--State Appropriation (FY 2014)	((\$6,780,000))
16		<u>\$6,830,000</u>
17	General Fund--State Appropriation (FY 2015)	((\$7,182,000))
18		<u>\$7,174,000</u>
19	TOTAL APPROPRIATION	((\$13,962,000))
20		<u>\$14,004,000</u>

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

23 (a) \$3,293,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$3,707,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for the stewardship of McNeil
26 island. The department shall assume responsibility of all island
27 maintenance excluding site specific maintenance operations for the
28 special commitment center and the Pierce county secure transitional
29 facility. The department shall as part of its industries program
30 provide job skills to offenders while providing the minimum maintenance
31 and preservation necessary for the state to remain in compliance with
32 the federal deed for McNeil island. The department shall report on
33 efficiencies and potential cost reductions to the office of financial
34 management and legislative fiscal committees by December 15, 2013.

35 (b)(i) The department of social and health services shall transfer
36 the stewardship of McNeil Island to the department of corrections
37 industries program, effective September 1, 2013. The transferred
38 responsibilities shall include marine operations, waste water

1 treatment, water treatment, road maintenance, and any other general
 2 island maintenance that is not site specific to the operations of the
 3 special commitment center or the Pierce county secure community
 4 transition facility. Facility maintenance within the perimeter of the
 5 special commitment center shall remain the responsibility of the
 6 department of social and health services. Capital repairs and
 7 maintenance necessary to maintain the special commitment center on
 8 McNeil Island shall be managed by the department of social and health
 9 services. The legislature directs both departments to enter into an
 10 interagency agreement by August 1, 2013. The office of financial
 11 management shall oversee the negotiations of the interagency agreement.
 12 The interagency agreement must describe equipment that will transfer
 13 between the departments, warehouse space that will be shared by the
 14 departments, and occupancy requirements for any shops outside the
 15 perimeter of the special commitment center. The office of financial
 16 management will make the final determination on any disagreements
 17 between the departments on the details of the interagency agreement.

18 (ii) All employees of the department of social and health services
 19 engaged in performing the powers, functions, and duties transferred to
 20 the department of corrections industries program under this subsection,
 21 are transferred to the department of corrections.

22 (iii) All classified employees of department of social and health
 23 services assigned to the department of corrections under this
 24 subsection whose positions are within an existing bargaining unit
 25 description at the department of corrections shall become a part of the
 26 existing bargaining unit at the department of corrections and shall be
 27 considered an appropriate inclusion or modification of the existing
 28 bargaining unit under the provisions of chapter 41.80 RCW.

29 (5) INTERAGENCY PAYMENTS

30	General Fund--State Appropriation (FY 2014)	((\$35,345,000))
31		<u>\$41,667,000</u>
32	General Fund--State Appropriation (FY 2015)	((\$32,115,000))
33		<u>\$38,200,000</u>
34	TOTAL APPROPRIATION	((\$67,460,000))
35		<u>\$79,867,000</u>

36 The appropriations in this subsection are subject to the following
 37 conditions and limitations: The state prison medical facilities may

1 use funds appropriated in this subsection to purchase goods and
2 supplies through hospital or other group purchasing organizations when
3 it is cost effective to do so.

4 **Sec. 221.** 2013 2nd sp.s. c 4 s 221 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

7	General Fund--State Appropriation (FY 2014)	((\$2,242,000))
8		<u>\$2,225,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$2,197,000))
10		<u>\$2,182,000</u>
11	General Fund--Federal Appropriation	((\$21,060,000))
12		<u>\$20,937,000</u>
13	General Fund--Private/Local Appropriation	\$60,000
14	TOTAL APPROPRIATION	((\$25,559,000))
15		<u>\$25,404,000</u>

16 **Sec. 222.** 2013 2nd sp.s. c 4 s 222 (uncodified) is amended to read
17 as follows:

18 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

19	General Fund--Federal Appropriation	((\$269,977,000))
20		<u>\$269,546,000</u>
21	General Fund--Private/Local Appropriation	((\$34,206,000))
22		<u>\$34,095,000</u>
23	Unemployment Compensation Administration Account--	
24	Federal Appropriation	((\$320,006,000))
25		<u>\$330,594,000</u>
26	Administrative Contingency Account--State	
27	Appropriation	((\$22,728,000))
28		<u>\$17,872,000</u>
29	Employment Service Administrative Account--State	
30	Appropriation	((\$35,567,000))
31		<u>\$41,451,000</u>
32	TOTAL APPROPRIATION	((\$682,484,000))
33		<u>\$693,558,000</u>

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

1 (1) \$5,000,000 of the unemployment compensation administration
2 account--federal appropriation is from amounts made available to the
3 state by section 903(g) of the social security act (Reed act). This
4 amount is provided solely for continuing current unemployment insurance
5 functions and department services to employers and job seekers.

6 (2) (~~(\$12,386,000)~~) \$23,585,000 of the unemployment compensation
7 administration account--federal appropriation is from amounts made
8 available to the state by section 903(g) of the social security act
9 (Reed act). This amount is provided solely for the replacement of the
10 unemployment insurance tax information system for the employment
11 security department. The amounts provided in this subsection are
12 conditioned on the department satisfying the requirements of the
13 project management oversight standards and policies established by the
14 office of the chief information officer.

15 (3) \$3,735,000 of the unemployment compensation account--federal
16 appropriation is from amounts made available to the state by section
17 903(g) of the social security act (Reed act). This amount is provided
18 solely for the replacement of call center technology to improve the
19 integration of the telephone and computing systems to increase
20 efficiency and improve customer service.

21 (4) \$182,000 of the employment services administrative account--
22 state appropriation is provided for costs associated with the second
23 stage of the review and evaluation of the training benefits program as
24 directed in section 15(2), chapter 4, Laws of 2011 (unemployment
25 insurance program). This second stage shall be developed and conducted
26 by the joint legislative audit and review committee and shall consist
27 of further work on the process study and net-impact/cost-benefit
28 analysis components of the evaluation.

29 (5) \$240,000 of the administrative contingency account--state
30 appropriation is provided solely for the employment security department
31 to contract with a center for workers in King county. The amount
32 appropriated in this subsection shall be used by the contracted center
33 for workers to support initiatives that generate high-skill, high-wage
34 jobs; improve workforce and training systems; improve service delivery
35 for dislocated workers; and build alliances with community and
36 environmental organizations.

37 (6) The department is prohibited from expending amounts
38 appropriated in this section for implementation of chapter 49.86 RCW.

1 (7) The employment security department shall collaborate with the
2 workforce training and education coordinating board, the state board
3 for community and technical colleges, the economic service
4 administration, and the local workforce development councils to
5 coordinate a consolidated report on short-term and long-term employment
6 and training related outcomes and funding of WorkFirst and workforce
7 investment act Title IB workforce training programs, including but not
8 limited to the information described in this subsection. The
9 employment security department shall prepare a single report and submit
10 it to the governor and appropriate committees of the legislature by
11 December 1, 2014. Specifically:

12 (a) The state board for community and technical colleges and the
13 economic services administration shall report jointly on training
14 outcomes for WorkFirst funded programs by activity (basic education,
15 vocational education iBest, life skills, and any other related
16 activities that are provided for WorkFirst clients), including but not
17 limited to:

18 (i) The number and percent of individuals that complete educational
19 activities;

20 (ii) The number and percent of individuals employed within one
21 quarter after program completion and their median quarterly hours and
22 wage and median annualized earnings;

23 (iii) The number and percent of individuals employed within three
24 quarters after program completion and their median quarterly hours and
25 wage and median annualized earnings;

26 (iv) The number of students enrolled in certificate programs by
27 certificate type;

28 (v) The number of students who accumulate at least forty-five
29 credits and a college award; and

30 (vi) The amount of WorkFirst funds spent.

31 The report shall also include recommendations for improving student
32 retention and completion rates and any other system improvement
33 recommendations.

34 (b) The employment security department shall work with the
35 workforce training and education coordinating board, the state board
36 for community and technical colleges, and the local workforce
37 development councils to map the flow of federal workforce investment

1 act funds from initial receipt by the employment security department to
2 final expenditure. The report must include:

3 (i) The total amount spent on direct training provided by the
4 community and technical colleges from workforce investment act funds;

5 (ii) The total amount spent by the employment security department
6 on direct service provision;

7 (iii) The number of students who enroll in certificate programs;

8 (iv) The number and percent of students who earn certificates; and

9 (v) The number and percent of students who accumulate at least
10 forty-five credits and an industry recognized credential.

11 (8) \$3,809,000 of the unemployment compensation administration
12 account--federal appropriation is from amounts made available to the
13 state by section 903(g) of the social security act (Reed act). This
14 amount is provided solely for the replacement of the unemployment
15 insurance benefit system for the employment security department. The
16 amounts provided in this subsection are conditioned on the department
17 satisfying the requirements of the project management oversight
18 standards and policies established by the office of the chief
19 information officer.

20 (9) \$50,000 of the administrative contingency account--state
21 appropriation is provided solely for the employment security department
22 to convene and provide support to a work group on agricultural and
23 agricultural labor-related issues.

24 (a) The goals of the work group are the following:

25 (i) To educate participants on relevant areas of regulation,
26 business practices, and other labor issues of interest to the
27 stakeholders in Washington agriculture;

28 (ii) To identify labor-related issues of importance to
29 participants, including but not limited to, housing, workplace
30 standards, and agricultural labor supply; and

31 (iii) To foster substantive, respectful, problem-solving oriented
32 communication among stakeholders in and affected by the agricultural
33 industry on the identified issues.

34 (b) The work group is charged with finding mutual points of
35 interest and concern and with collaborating to find, where possible,
36 administrative solutions to issues affecting agriculture.

37 (c) The work group must consist of ten members appointed by the

1 governor with balanced and diverse representation that must include
2 representatives from growers, agricultural industries, farmworker
3 advocates, and labor.

4 (d) State agencies including the department of agriculture, the
5 employment security department, the department of labor and industries,
6 the department of health, and the commission on Hispanic affairs must
7 each identify a representative to participate on the work group as an
8 ex officio member. The work group may invite other agencies to
9 participate as needed.

10 (e) The employment security department must coordinate no more than
11 six meetings in 2014, with the final number of meetings to be
12 determined by the work group.

13 (f) The work group may use a facilitator to assist the group in
14 achieving the goals in (a) of this subsection.

15 (g) The employment security department must submit a report by
16 December 1, 2014, to the office of financial management and to the
17 appropriate fiscal and policy committees of the legislature. The
18 report must include the following:

- 19 (i) The list of work group members;
- 20 (ii) The list of issues identified by the work group; and
- 21 (iii) Any work plan, recommendations, or actions taken that have
22 been agreed upon by the work group.

23 (h) Work group members are entitled to be reimbursed for travel
24 expenses under RCW 43.03.050, 43.03.060, and 43.03.049.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2013 2nd sp.s. c 4 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 2014)	(\$445,000)
	<u>\$442,000</u>
General Fund--State Appropriation (FY 2015)	(\$446,000)
	<u>\$450,000</u>
General Fund--Federal Appropriation	\$31,000
General Fund--Private/Local Appropriation	(\$874,000)
	<u>\$875,000</u>
TOTAL APPROPRIATION	(\$1,796,000)
	<u>\$1,798,000</u>

Sec. 302. 2013 2nd sp.s. c 4 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2014)	(\$25,929,000)
	<u>\$25,942,000</u>
General Fund--State Appropriation (FY 2015)	(\$25,506,000)
	<u>\$25,065,000</u>
General Fund--Federal Appropriation	(\$105,230,000)
	<u>\$102,926,000</u>
General Fund--Private/Local Appropriation	(\$16,912,000)
	<u>\$16,857,000</u>
Reclamation Account--State Appropriation	(\$3,735,000)
	<u>\$3,982,000</u>
Flood Control Assistance Account--State Appropriation	(\$1,985,000)
	<u>\$1,976,000</u>
State Emergency Water Projects Revolving Account--State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control--State Appropriation	(\$9,722,000)

1		<u>\$9,689,000</u>
2	State Drought Preparedness Account--State Appropriation . . .	\$204,000
3	State and Local Improvements Revolving Account	
4	(Water Supply Facilities)--State Appropriation	(\$426,000)
5		<u>\$423,000</u>
6	Environmental Legacy Stewardship Account--State	
7	Appropriation	(\$43,748,000)
8		<u>\$44,852,000</u>
9	Aquatic Algae Control Account--State Appropriation	\$513,000
10	Water Rights Tracking System Account--State	
11	Appropriation	\$46,000
12	Site Closure Account--State Appropriation	(\$556,000)
13		<u>\$553,000</u>
14	Wood Stove Education and Enforcement Account--State	
15	Appropriation	(\$612,000)
16		<u>\$608,000</u>
17	Worker and Community Right-to-Know Account--State	
18	Appropriation	(\$1,701,000)
19		<u>\$1,690,000</u>
20	Water Rights Processing Account--State Appropriation	\$135,000
21	State Toxics Control Account--State Appropriation	(\$124,238,000)
22		<u>\$125,248,000</u>
23	State Toxics Control Account--Private/Local	
24	Appropriation	(\$979,000)
25		<u>\$976,000</u>
26	Local Toxics Control Account--State Appropriation	(\$3,774,000)
27		<u>\$3,745,000</u>
28	Water Quality Permit Account--State Appropriation	(\$40,982,000)
29		<u>\$41,661,000</u>
30	Underground Storage Tank Account--State	
31	Appropriation	(\$3,347,000)
32		<u>\$3,331,000</u>
33	Biosolids Permit Account--State Appropriation	(\$1,848,000)
34		<u>\$2,136,000</u>
35	Hazardous Waste Assistance Account--State	
36	Appropriation	(\$6,037,000)
37		<u>\$6,009,000</u>
38	Air Pollution Control Account--State Appropriation	(\$3,128,000)

1		<u>\$3,124,000</u>
2	Oil Spill Prevention Account--State Appropriation . . .	((\$5,684,000))
3		<u>\$6,312,000</u>
4	Air Operating Permit Account--State Appropriation . . .	((\$3,132,000))
5		<u>\$3,137,000</u>
6	Freshwater Aquatic Weeds Account--State	
7	Appropriation	((\$1,409,000))
8		<u>\$1,405,000</u>
9	Oil Spill Response Account--State Appropriation	\$7,076,000
10	Water Pollution Control Revolving Account--State	
11	Appropriation	((\$356,000))
12		<u>\$352,000</u>
13	Water Pollution Control Revolving Account--Federal	
14	Appropriation	((\$1,505,000))
15		<u>\$1,491,000</u>
16	Water Pollution Control Revolving Administration	
17	Account--State Appropriation	\$1,021,000
18	Radioactive Mixed Waste Account--State	
19	Appropriation	((\$13,800,000))
20		<u>\$14,336,000</u>
21	TOTAL APPROPRIATION	((\$455,316,000))
22		<u>\$456,861,000</u>

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

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

30 (2) Pursuant to RCW 43.135.055, the department is authorized to
31 increase the following fees as necessary to meet the actual costs of
32 conducting business and the appropriation levels in this section:
33 Wastewater discharge permit, not more than 4.55 percent in fiscal year
34 2014 and 4.63 percent in fiscal year 2015; mixed waste management
35 service charge authorized in RCW 70.105.280, not more than 1.82 percent
36 in fiscal year 2014 and 0.62 percent in fiscal year 2015; and
37 reasonably available control technology fee.

1 (3) \$1,981,000 of the state toxics control account--state
2 appropriation is for the department to provide training regarding the
3 benefits of low-impact development including, but not limited to, when
4 the use of low-impact development is appropriate and feasible, and the
5 design, installation, maintenance, and best practices of low-impact
6 development. The department will consult with Washington State
7 University extension low-impact development technical center and others
8 in the development of the low-impact technical training. As
9 appropriate, the department may contract with the Washington State
10 University extension low-impact development technical center, private
11 sector vendors, associations, and others to deliver the technical
12 training. The training must be provided free of cost to phase I and
13 phase II permittees and the private development community including
14 builders, engineers, and other industry professionals. The training
15 must be sequenced geographically and provided in time for local
16 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By
17 August 1, 2013, the department of ecology shall provide the governor
18 and appropriate legislative committees a plan for how low-impact
19 development training funds will be spent during fiscal years 2014
20 through 2017.

21 (4) \$440,000 of the state toxics control account--state
22 appropriation is provided solely for administering the water pollution
23 control facilities financial assistance program authorized in chapter
24 90.50A RCW.

25 (5) \$350,000 of the state toxics control account--state
26 appropriation is provided solely for the Spokane river regional toxics
27 task force to support their efforts to address elevated levels of
28 polychlorinated biphenyls in the Spokane river. Funding will be used
29 to determine the extent of the cleanup required, implement cleanup
30 actions to meet applicable water quality standards, and prevent
31 recontamination.

32 (6) \$516,000 of the state toxics control account--state
33 appropriation is provided solely for the department to support an
34 ultrafine particulate study to determine how, if at all, the biomass
35 cogeneration facilities in Port Townsend and Port Angeles may impact
36 air quality and the health of citizens in the region.

37 (7) \$65,000 of the water quality permit account--state
38 appropriation is provided solely for the implementation of Engrossed

1 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
2 the bill is not enacted by June 30, 2013, the amount provided in this
3 subsection shall lapse.

4 ~~((9) The department shall collaborate with the middle snake river
5 watershed, WRIA 35 planning unit in implementing its watershed plan.)~~

6 (8) \$40,000 of the environmental legacy stewardship account--state
7 appropriation is provided solely for the middle snake river watershed,
8 WRIA 35 planning unit in implementing its watershed plan in
9 collaboration with the department.

10 ~~((10))~~ (9)(a) \$14,000,000 of the general fund--state
11 appropriation for fiscal year 2014 and \$14,000,000 of the general
12 fund--state appropriation for fiscal year 2015 are for activities
13 within the water resources program.

14 (b) Of the amounts provided in (a) of this subsection, \$500,000 of
15 the general fund--state appropriation for fiscal year 2015 is provided
16 solely for processing water right permit applications only if the
17 department of ecology issues at least five hundred water right
18 decisions in fiscal year 2014, and if the department of ecology does
19 not issue at least five hundred water right decisions in fiscal year
20 2014 the amount provided in this subsection shall lapse and remain
21 unexpended. Permit decisions for the Columbia river basin count toward
22 the five hundred water rights decisions under this subsection. The
23 department of ecology shall submit a report to the office of financial
24 management and the state treasurer by June 30, 2014, that documents
25 whether five hundred water right decisions were issued in fiscal year
26 2014. For the purposes of this subsection, applications that are
27 voluntarily withdrawn by an applicant do not count towards the five
28 hundred water right decision requirement. For the purposes of water
29 budget-neutral requests under chapter 173-539A WAC, multiple domestic
30 connections authorized within a single water budget-neutral decision
31 are considered one decision for the purposes of this subsection.

32 ~~((11))~~ (10) The department of ecology, in consultation with the
33 office of financial management, shall prepare a facilities plan to
34 reduce the agency's facilities obligation and the agency's cost per FTE
35 for its facilities by 2017 to align with comparable state agencies.
36 The plan must be submitted to the office of financial management and
37 the appropriate legislative fiscal committees by November 1, 2013. The
38 plan must include: (a) An inventory of all currently owned and leased

1 buildings, consistent with the data provided through the state's
2 facilities inventory process prescribed by the office of financial
3 management annually by September 1st; (b) a list of facilities
4 solutions that will reduce costs with an emphasis on consolidation,
5 collocation, and alternative space solutions such as shared workspace
6 and mobile work; and (c) a department-wide coordinated process and plan
7 for regularly evaluating facility needs.

8 (11) \$25,000 of the general fund--state appropriation for fiscal
9 year 2015 is provided solely for the protection of groundwater aquifers
10 that are the sole drinking water source as prescribed in RCW 90.54.140
11 specifically for the protection of artesian groundwater aquifers in a
12 county with a population greater than one million five hundred thousand
13 that are being detrimentally impacted by development. If the amount
14 provided in this subsection is not sufficient for this purpose, the
15 department must use existing funds to implement this subsection.

16 (12) \$50,000 of the environmental legacy stewardship account--
17 state appropriation is provided solely to fund the Bertrand watershed
18 improvement district's development of a conceptual groundwater model
19 for water right permitting and mitigation efforts in the Lynden,
20 Everson, Nooksack, and Sumas (LENS) aquifer study area. The conceptual
21 groundwater model shall be developed in cooperation with the WRIA 1
22 watershed planning joint board.

23 (13) Within the environmental legacy stewardship account--state
24 appropriation in this section, the department must use a portion of the
25 funds to:

26 (a) Review tetrabromobisphenol A, chemical abstracts service number
27 79-94-7 and antimony, chemical abstracts service number 7440-36-0 and
28 their use in children's products and furniture as flame retardants.
29 The department must consider available information on the hazards,
30 uses, exposures, potential health and environmental concerns, safer
31 alternatives, existing regulatory programs, and information from other
32 governments or authoritative bodies. By December 31, 2014, the
33 department must provide to the appropriate committees of the
34 legislature a summary of the data reviewed and recommendations on
35 whether to ban or restrict antimony and tetrabromobisphenol A flame
36 retardants in children's products and furniture; and

37 (b) Test for the presence of flame retardants in children's
38 products and furniture. By December 31, 2014, the department must

1 report to the appropriate legislative committees on test results,
 2 available information on hazards, uses, exposures, safer alternatives,
 3 existing regulatory programs, potential health and environmental
 4 concerns, information from other governmental or authoritative bodies,
 5 and recommendations on whether to restrict or ban the flame retardants
 6 in children's products and furniture.

7 (14) \$300,000 of the state toxics control account--state
 8 appropriation is provided solely for the department to conduct a study
 9 of oil shipment through the state. The purpose of the study is to
 10 assess public health and safety as well as environmental impacts
 11 associated with oil transport. The study must provide data and
 12 analysis of statewide risks, gaps, and options for increasing public
 13 safety and improving spill prevention and response readiness. The
 14 department shall conduct the study in consultation with the department
 15 of transportation, the emergency management division of the military
 16 department, the utilities and transportation commission, tribes,
 17 appropriate local, state, and federal agencies, impacted industry
 18 groups, and stakeholders. The department must provide an update to the
 19 governor and the legislature by December 1, 2014, and a final report by
 20 March 1, 2015.

21 **Sec. 303.** 2013 2nd sp.s. c 4 s 303 (uncodified) is amended to read
 22 as follows:

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

24	General Fund--State Appropriation (FY 2014)	((\$4,254,000))
25		<u>\$4,271,000</u>
26	General Fund--State Appropriation (FY 2015)	((\$4,254,000))
27		<u>\$4,415,000</u>
28	General Fund--Federal Appropriation	((\$6,014,000))
29		<u>\$6,001,000</u>
30	Winter Recreation Program Account--State	
31	Appropriation	((\$2,065,000))
32		<u>\$2,463,000</u>
33	ORV and Nonhighway Vehicle Account--State	
34	Appropriation	((\$215,000))
35		<u>\$214,000</u>
36	Snowmobile Account--State Appropriation	((\$4,859,000))
37		<u>\$4,856,000</u>

1		<u>\$833,000</u>
2	General Fund--State Appropriation (FY 2015)	(((\$815,000))
3		<u>\$903,000</u>
4	General Fund--Federal Appropriation	(((\$3,425,000))
5		<u>\$3,411,000</u>
6	General Fund--Private/Local Appropriation	(((\$24,000))
7		<u>\$124,000</u>
8	Aquatic Lands Enhancement Account--State Appropriation	\$480,000
9	<u>Park Land Trust Revolving Account--State Appropriation</u>	<u>\$34,000</u>
10	<u>State Wildlife Account--State Appropriation</u>	<u>\$33,000</u>
11	<u>Parks Renewal and Stewardship Account--State</u>	
12	<u>Appropriation</u>	<u>\$33,000</u>
13	Firearms Range Account--State Appropriation	\$37,000
14	Recreation Resources Account--State Appropriation	(((\$3,086,000))
15		<u>\$3,153,000</u>
16	NOVA Program Account--State Appropriation	(((\$964,000))
17		<u>\$961,000</u>
18	TOTAL APPROPRIATION	(((\$9,654,000))
19		<u>\$10,002,000</u>

20
21 The appropriations in this section are subject to the following
22 conditions and limitations: \$34,000 of the park land trust revolving
23 fund--state appropriation, \$33,000 of the state parks renewal and
24 stewardship account--state appropriation, and \$33,000 of the state
25 wildlife account--state appropriation are provided solely for the
26 recreation and conservation office to contract with a consultant to
27 provide a study that quantifies the economic contribution to the state
28 economy from the state's public lands and that quantifies the economic
29 contribution from statewide outdoor recreation to the state's economy.
30 A report is due to the appropriate committees of the legislature by
31 January 1, 2015.

32 **Sec. 305.** 2013 2nd sp.s. c 4 s 305 (uncodified) is amended to read
33 as follows:

34 **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

35	General Fund--State Appropriation (FY 2014)	(((\$2,227,000))
36		<u>\$2,210,000</u>
37	General Fund--State Appropriation (FY 2015)	(((\$2,147,000))
38		<u>\$2,151,000</u>

1	TOTAL APPROPRIATION	((\$4,374,000))
2		<u>\$4,361,000</u>
3	Sec. 306. 2013 2nd sp.s. c 4 s 306 (uncodified) is amended to read	
4	as follows:	
5	FOR THE CONSERVATION COMMISSION	
6	General Fund--State Appropriation (FY 2014)	((\$6,841,000))
7		<u>\$6,819,000</u>
8	General Fund--State Appropriation (FY 2015)	((\$6,738,000))
9		<u>\$6,708,000</u>
10	General Fund--Federal Appropriation	\$2,301,000
11	State Toxics Control Account--State Appropriation	((\$1,100,000))
12		<u>\$1,050,000</u>
13	TOTAL APPROPRIATION	((\$16,880,000))
14		<u>\$16,878,000</u>

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

17 (1) Within the amounts appropriated in this section, the
18 conservation commission, in consultation with conservation districts,
19 must submit to the office of financial management and legislative
20 fiscal committees by December 10, 2013, a report outlining
21 opportunities to minimize districts' overhead costs, including
22 consolidation of conservation districts within counties in which there
23 is more than one district. The report must include details on the
24 anticipated future savings that could be expected from implementing
25 these efficiencies starting on July 1, 2014.

26 (2) \$300,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$246,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely to implement the voluntary
29 stewardship program in Thurston and Chelan counties. These amounts may
30 not be used to fund agency indirect and administrative expenses.

31 (3) \$1,000,000 of the general fund--federal appropriation is
32 provided solely to implement the voluntary stewardship program
33 statewide. The commission shall place the appropriation in this
34 subsection in unallotted status, and may not allot any of these funds
35 until the federal government has provided funding to the commission for
36 the purpose of implementing the voluntary stewardship program.

1 (4) The conservation commission must evaluate the current system
2 for the election of conservation district board supervisors and
3 recommend improvements to ensure the highest degree of public
4 involvement in these elections. The commission must engage with
5 stakeholder groups and conservation districts to gather a set of
6 options for improvement to district elections, which must include an
7 option aligning district elections with state and local general
8 elections. The commission must submit a report detailing the options
9 to the office of financial management and appropriate committees of the
10 legislature by December 10, 2013.

11 (5) \$50,000 of the state toxics control account--state
12 appropriation is provided solely for the Whatcom agricultural district
13 coalition to educate and inform agricultural landowners on regulatory
14 compliance issues relating to groundwater quality issues including
15 nitrates, fecal coliform, and pesticide contamination within WRIA 1 and
16 to organize watershed improvement districts to implement environmental
17 regulatory compliance strategies.

18 (6) The state conservation commission may provide additional
19 funding to a conservation district if the conservation district
20 conducts elections at such times as and consistent with the general
21 election law, chapter 29A.04 RCW.

22 **Sec. 307.** 2013 2nd sp.s. c 4 s 307 (uncodified) is amended to read
23 as follows:

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

25	General Fund--State Appropriation (FY 2014)	(((\$30,321,000))
26		<u>\$30,747,000</u>
27	General Fund--State Appropriation (FY 2015)	(((\$28,999,000))
28		<u>\$30,094,000</u>
29	General Fund--Federal Appropriation	(((\$107,585,000))
30		<u>\$107,198,000</u>
31	General Fund--Private/Local Appropriation	(((\$58,784,000))
32		<u>\$58,359,000</u>
33	ORV and Nonhighway Vehicle Account--State	
34	Appropriation	(((\$397,000))
35		<u>\$390,000</u>
36	Aquatic Lands Enhancement Account--State	
37	Appropriation	(((\$15,919,000))

1		<u>\$15,873,000</u>
2	Recreational Fisheries Enhancement--State	
3	Appropriation	((\$2,590,000))
4		<u>\$2,603,000</u>
5	Environmental Legacy Stewardship Account--State	
6	Appropriation	\$1,224,000
7	Warm Water Game Fish Account--State Appropriation	((\$2,507,000))
8		<u>\$2,490,000</u>
9	Eastern Washington Pheasant Enhancement Account--State	
10	Appropriation	\$849,000
11	Aquatic Invasive Species Enforcement Account--State	
12	Appropriation	((\$209,000))
13		<u>\$228,000</u>
14	Aquatic Invasive Species Prevention Account--State	
15	Appropriation	((\$737,000))
16		<u>\$761,000</u>
17	State Wildlife Account--State Appropriation	((\$103,460,000))
18		<u>\$103,229,000</u>
19	Special Wildlife Account--State Appropriation	((\$2,405,000))
20		<u>\$2,399,000</u>
21	Special Wildlife Account--Federal Appropriation	\$500,000
22	Special Wildlife Account--Private/Local	
23	Appropriation	((\$3,446,000))
24		<u>\$3,440,000</u>
25	Wildlife Rehabilitation Account--State Appropriation	\$259,000
26	Hydraulic Project Approval Account--State	
27	Appropriation	((\$674,000))
28		<u>\$966,000</u>
29	Regional Fisheries Enhancement Salmonid Recovery	
30	Account--Federal Appropriation	\$5,001,000
31	Oil Spill Prevention Account--State Appropriation	((\$917,000))
32		<u>\$912,000</u>
33	Oyster Reserve Land Account--State Appropriation	((\$773,000))
34		<u>\$771,000</u>
35	TOTAL APPROPRIATION	((\$367,556,000))
36		<u>\$368,293,000</u>

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

1 (1) (~~(\$130,000)~~) \$675,000 of the general fund--state appropriation
2 for fiscal year 2014 and \$130,000 of the general fund--state
3 appropriation for fiscal year 2015 are provided solely to pay for
4 emergency fire suppression costs. These amounts may not be used to
5 fund agency indirect and administrative expenses.

6 (2) Prior to submitting its 2015-2017 biennial operating and
7 capital budget request related to state fish hatcheries to the office
8 of financial management, the department shall contract with the
9 hatchery scientific review group (HSRG) to review this request. This
10 review shall: (a) Determine if the proposed requests are consistent
11 with HSRG recommendations; (b) prioritize the components of the
12 requests based on their contributions to protecting wild salmonid
13 stocks and meeting the recommendations of the HSRG; and (c) evaluate
14 whether the proposed requests are being made in the most cost effective
15 manner. The department shall provide a copy of the HSRG review to the
16 office of financial management with their agency budget proposal.

17 (3) \$400,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$400,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for a state match to support the
20 Puget Sound nearshore partnership between the department and the U.S.
21 army corps of engineers.

22 (4) Within the amounts appropriated in this section, the department
23 shall identify additional opportunities for partnerships in order to
24 keep fish hatcheries operational. Such partnerships shall aim to
25 maintain fish production and salmon recovery with less reliance on
26 state operating funds.

27 (5) During the 2013-2015 fiscal biennium, the department must
28 retain ownership and continue to occupy the downtown Olympia office
29 building at 600 Capitol Way.

30 (6) \$1,000,000 of the state wildlife account--state appropriation
31 is provided solely to the department for resources that serve to
32 promote and engage nonlethal deterrence methods relating to wolf and
33 livestock interaction with a priority given to funding cooperative
34 agreements with livestock producers, and of this amount, \$250,000 in
35 fiscal year 2014 is provided solely for compensation for injury or loss
36 of livestock caused by wolves as prescribed in chapter 77.36 RCW.

37 (7) \$100,000 of the state wildlife account--state appropriation is

1 provided solely for the transfer of trout from the Clarks creek
2 hatchery to the Lakewood hatchery.

3 (8) \$100,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$100,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the production of steelhead,
6 coho, and Chinook salmon at the Clarks creek hatchery.

7 (9) \$200,000 of the state wildlife account--state appropriation,
8 \$50,000 of the general fund--state appropriation for fiscal year 2014,
9 and \$50,000 of the general fund--state appropriation for fiscal year
10 2015 are provided solely for the department to increase production of
11 juvenile fall Chinook on the Cowlitz river. The funds provided may be
12 used to match or leverage funds from private or public sources for the
13 same purpose.

14 (10) \$596,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$596,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for weed assessments and for
17 payments in lieu of real property taxes to counties that elect to
18 receive the payments for department owned game lands within the county.

19 (11) \$10,000 of the aquatic lands enhancement account--state
20 appropriation is provided solely for development of an aquatic invasive
21 species passport program to improve the efficiency and effectiveness of
22 watercraft inspections by expediting aquatic invasive species
23 watercraft inspections for watercraft at low risk of transmitting
24 invasive species and prioritizing the use of available resources for
25 the inspection of high risk vessels.

26 (12) Within the amounts appropriated in this section, the
27 department must deploy additional wildlife conflict specialists to
28 provide landowner assistance and address wildlife conflicts, with at
29 least one additional specialist primarily assigned to each of the
30 following areas: Administrative region six of the department; Okanogan
31 and Chelan counties in administrative region two of the department; and
32 Whatcom and Skagit counties in administrative region four of the
33 department.

34 (13) \$25,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$25,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for implementation of House Bill
37 No. 1112 (science and public policy). If the bill is not enacted by
38 June 30, 2013, the amounts provided in this subsection shall lapse.

1 (14) Within the amounts appropriated in this section the department
2 shall work with the regional fisheries enhancement groups to identify
3 a revenue source or sources capable of providing long-term funding to
4 support the community-based salmon restoration work of regional
5 fisheries enhancement groups. The department shall work with the
6 regional fisheries enhancement group coalition to submit a report to
7 the office of financial management and the appropriate legislative
8 committees by December 1, 2013, with the outcomes and recommendations.

9 (15) \$150,000 of the general fund--state appropriation for fiscal
10 year 2015 is provided solely to conduct a study of the Lake Washington
11 basin sockeye salmon to evaluate the impact of predation on juvenile
12 sockeye by several species of fish that inhabit the lake, and develop
13 management actions by the state to increase the returns of adult
14 sockeye to the lake.

15 (16) \$30,000 of the aquatic invasive species prevention account--
16 state appropriation and \$20,000 of the aquatic invasive species
17 enforcement account--state appropriation are provided solely to the
18 department for a contract, that includes performance measures and
19 requires reporting on outcomes, with the Pacific northwest economic
20 region nonprofit organization to support regional coordination of
21 invasive species prevention activities in the Pacific northwest.

22 **Sec. 308.** 2013 2nd sp.s. c 4 s 308 (uncodified) is amended to read
23 as follows:

24 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

25	General Fund--State Appropriation (FY 2014)	((\$42,515,000))
26		<u>\$48,655,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$45,092,000))
28		<u>\$44,694,000</u>
29	General Fund--Federal Appropriation	((\$26,963,000))
30		<u>\$26,937,000</u>
31	General Fund--Private/Local Appropriation	\$2,372,000
32	Forest Development Account--State Appropriation	((\$49,054,000))
33		<u>\$50,418,000</u>
34	ORV and Nonhighway Vehicle Account--State	
35	Appropriation	((\$4,494,000))
36		<u>\$4,468,000</u>
37	Surveys and Maps Account--State Appropriation	((\$2,170,000))

1		<u>\$1,667,000</u>
2	Aquatic Lands Enhancement Account--State	
3	Appropriation	((\$3,634,000))
4		<u>\$3,578,000</u>
5	Snowmobile Account--State Appropriation	\$100,000
6	Environmental Legacy Stewardship Account--State	
7	Appropriation	\$3,948,000
8	Resources Management Cost Account--State	
9	Appropriation	((\$111,073,000))
10		<u>\$116,006,000</u>
11	Surface Mining Reclamation Account--State	
12	Appropriation	((\$3,972,000))
13		<u>\$3,951,000</u>
14	Disaster Response Account--State Appropriation	\$5,000,000
15	Forest and Fish Support Account--State	
16	Appropriation	((\$11,759,000))
17		<u>\$11,755,000</u>
18	Aquatic Land Dredged Material Disposal Site	
19	Account--State Appropriation	((\$843,000))
20		<u>\$462,000</u>
21	Natural Resources Conservation Areas Stewardship	
22	Account--State Appropriation	\$34,000
23	Marine Resources Stewardship Trust Account--State	
24	Appropriation	((\$3,700,000))
25		<u>\$4,122,000</u>
26	State Toxics Control Account--State Appropriation	\$80,000
27	Forest Practices Application Account--State	
28	Appropriation	\$1,697,000
29	Air Pollution Control Account--State Appropriation	((\$785,000))
30		<u>\$782,000</u>
31	NOVA Program Account--State Appropriation	((\$950,000))
32		<u>\$946,000</u>
33	Derelict Vessel Removal Account--State	
34	Appropriation	((\$1,770,000))
35		<u>\$1,767,000</u>
36	Agricultural College Trust Management Account--State	
37	Appropriation	((\$2,712,000))
38		<u>\$2,699,000</u>

1 TOTAL APPROPRIATION ((~~\$324,717,000~~))
2 \$336,138,000

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

5 (1) \$1,389,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$1,323,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for deposit into the agricultural
8 college trust management account and are provided solely to manage
9 approximately 70,700 acres of Washington State University's
10 agricultural college trust lands.

11 (2) (~~(\$19,099,000)~~) \$25,271,000 of the general fund--state
12 appropriation for fiscal year 2014, \$19,099,000 of the general fund--
13 state appropriation for fiscal year 2015, and \$5,000,000 of the
14 disaster response account--state appropriation are provided solely for
15 emergency fire suppression. None of the general fund and disaster
16 response account amounts provided in this subsection may be used to
17 fund agency indirect and administrative expenses. Agency indirect and
18 administrative costs shall be allocated among the agency's remaining
19 accounts and appropriations. The department of natural resources shall
20 submit a quarterly report to the office of financial management and the
21 legislative fiscal committees detailing information on current and
22 planned expenditures from the disaster response account. This work
23 shall be done in coordination with the military department.

24 (3) \$5,000,000 of the forest and fish support account--state
25 appropriation is provided solely for outcome-based, performance
26 contracts with tribes to participate in the implementation of the
27 forest practices program. Contracts awarded may only contain indirect
28 costs set at or below the rate in the contracting tribe's indirect cost
29 agreement with the federal government. If federal funding for this
30 purpose is reinstated, the amount provided in this subsection shall
31 lapse.

32 (4) \$518,000 of the forest and fish support account--state
33 appropriation is provided solely for outcome-based performance
34 contracts with nongovernmental organizations to participate in the
35 implementation of the forest practices program. Contracts awarded may
36 only contain indirect cost set at or below a rate of eighteen percent.

37 (5) \$717,000 of the forest and fish support account--state

1 appropriation is provided solely to fund interagency agreements with
2 the department of ecology and the department of fish and wildlife as
3 part of the adaptive management process.

4 (6) \$440,000 of the state general fund--state appropriation for
5 fiscal year 2014 and \$440,000 of the state general fund--state
6 appropriation for fiscal year 2015 are provided solely for forest work
7 crews that support correctional camps and are contingent upon
8 continuing operations of Naselle youth camp.

9 (7) \$2,382,000 of the resource management cost account--state
10 appropriation is for addressing the growing backlog of expired aquatic
11 leases and new aquatic lease applications. The department shall
12 implement a Lean process to improve the lease review process and
13 further reduce the backlog, and submit a report on its progress in
14 addressing the backlog and implementation of the Lean process to the
15 governor and the appropriate committees of the legislature by October
16 1, 2013.

17 (8) \$1,948,000 of the environmental legacy stewardship account--
18 state appropriation is provided solely for the department to pay a
19 portion of the costs to complete remedial investigation work at
20 Whitmarsh landfill and Mill site A and perform final-year maintenance
21 of the Olympic view triangle site in Commencement Bay.

22 (9) \$265,000 of the resources management cost account--state
23 appropriation is provided solely for implementation of Second
24 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill
25 is not enacted by June 30, 2013, the amount provided in this subsection
26 shall lapse.

27 (10) \$425,000 of the derelict vessel removal account--state
28 appropriation is provided solely for implementation of Engrossed
29 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
30 the bill is not enacted by June 30, 2013, the amount provided in this
31 subsection shall lapse.

32 (11) \$3,700,000 of the marine resources stewardship trust account--
33 state appropriation is provided solely for implementation of priority
34 marine management planning efforts including mapping activities,
35 ecological assessment, data tools, stakeholder engagement, and all
36 other work identified in Engrossed Senate Bill No. 5603 (marine
37 advisory councils) during the 2013-2015 fiscal biennium.

1 (12) Within the amounts appropriated in this section, the
2 department may purchase an extraordinary sensing device for the express
3 purpose of firefighting and fire prevention.

4 **Sec. 309.** 2013 2nd sp.s. c 4 s 309 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF AGRICULTURE**

7	General Fund--State Appropriation (FY 2014)	((\$15,300,000))
8		<u>\$15,270,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$15,294,000))
10		<u>\$15,950,000</u>
11	General Fund--Federal Appropriation	((\$23,098,000))
12		<u>\$22,979,000</u>
13	General Fund--Private/Local Appropriation	\$192,000
14	Aquatic Lands Enhancement Account--State	
15	Appropriation	((\$2,837,000))
16		<u>\$2,827,000</u>
17	State Toxics Control Account--State Appropriation . . .	((\$5,203,000))
18		<u>\$5,188,000</u>
19	Water Quality Permit Account--State Appropriation	((\$70,000))
20		<u>\$73,000</u>
21	TOTAL APPROPRIATION	((\$61,994,000))
22		<u>\$62,479,000</u>

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

25 (1) \$5,308,445 of the general fund--state appropriation for fiscal
26 year 2014 and ((~~\$5,302,905~~)) \$6,102,905 of the general fund--state
27 appropriation for fiscal year 2015 are provided solely for implementing
28 the food assistance program as defined in RCW 43.23.290.

29 (2) Pursuant to RCW 43.135.055 and 16.57.220, the department is
30 authorized to institute livestock inspection fees in the 2013-2015
31 fiscal biennium for calves less than thirty days old.

32 (3) Pursuant to RCW 43.135.055 and 16.36.150, the department is
33 authorized to establish a fee for the sole purpose of purchasing and
34 operating a database and any other technology or software needed to
35 administer animal disease traceability activities for cattle sold or
36 slaughtered in the state or transported out of the state.

1 (4) Within the amounts appropriated in this section, the department
 2 of agriculture must convene and facilitate a work group with
 3 appropriate stakeholders to review fees supporting programs within the
 4 department that are also supported with state general fund. In
 5 developing strategies to make the program work more self-supporting,
 6 the workgroup will consider, at minimum, the length of time since the
 7 last fee increase, similar fees that exist in neighboring states, and
 8 fee increases that will ensure reasonable competitiveness in the
 9 respective industries. The workgroup must submit a report containing
 10 recommendations that will make each of the fee supported programs
 11 within the department less reliant on state general fund to the office
 12 of financial management and legislative fiscal committees by December
 13 1, 2013.

14 **Sec. 310.** 2013 2nd sp.s. c 4 s 310 (uncodified) is amended to read
 15 as follows:

16 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**
 17 Pollution Liability Insurance Program Trust

18	Account--State Appropriation	((\$987,000))
19		<u>\$994,000</u>

20 **Sec. 311.** 2013 2nd sp.s. c 4 s 311 (uncodified) is amended to read
 21 as follows:

22 **FOR THE PUGET SOUND PARTNERSHIP**

23	General Fund--State Appropriation (FY 2014)	((\$2,416,000))
24		<u>\$2,398,000</u>
25	General Fund--State Appropriation (FY 2015)	((\$2,318,000))
26		<u>\$2,427,000</u>
27	General Fund--Federal Appropriation	((\$11,570,000))
28		<u>\$11,582,000</u>
29	Aquatic Lands Enhancement Account--State Appropriation . . .	\$1,920,000
30	State Toxics Control Account--State Appropriation	((\$676,000))
31		<u>\$675,000</u>
32	TOTAL APPROPRIATION	((\$18,900,000))
33		<u>\$19,002,000</u>

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

1 (1) \$788,000 of the aquatic lands enhancement account--state
2 appropriation is provided solely for coordinating a study of Puget
3 Sound juvenile steelhead marine survival conducted by the department of
4 fish and wildlife and based on a study plan developed in cooperation
5 with federal, tribal, and nongovernmental entities.

6 (2) By October 1, 2014, the Puget Sound partnership shall provide
7 the governor a single, prioritized list of state agency 2015-2017
8 capital and operating budget requests related to Puget Sound
9 restoration.

10 (3) \$71,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for the Puget Sound partnership to
12 collaborate with interested parties to review the roles of local
13 watershed and salmon recovery organizations implementing the action
14 agenda and provide legislative, budgetary, and administrative
15 recommendations to streamline and strengthen Puget Sound recovery
16 efforts. In conducting this work, the partnership must coordinate with
17 the following interested parties: The Hood Canal coordinating council,
18 marine resources committees, including the Northwest straits
19 initiative, regional fisheries enhancement groups, local integrating
20 organizations, lead entities, and other county watershed councils, as
21 well as representatives of federal, state, tribal, and local government
22 agencies. Recommendations must be provided to the appropriate
23 legislative committees by December 1, 2014.

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2013 2nd sp.s. c 4 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2014)	((\$1,103,000))
	<u>\$1,097,000</u>
General Fund--State Appropriation (FY 2015)	((\$1,341,000))
	<u>\$1,354,000</u>
Architects' License Account--State Appropriation	((\$902,000))
	<u>\$898,000</u>
Professional Engineers' Account--State	
Appropriation	((\$3,558,000))
	<u>\$3,529,000</u>
Real Estate Commission Account--State Appropriation	((\$9,929,000))
	<u>\$9,885,000</u>
Uniform Commercial Code Account--State	
Appropriation	((\$3,154,000))
	<u>\$3,132,000</u>
Real Estate Education <u>Program</u> Account--State	
Appropriation	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation	((\$1,703,000))
	<u>\$1,700,000</u>
Business and Professions Account--State	
Appropriation	((\$17,454,000))
	<u>\$17,390,000</u>
Funeral and Cemetery Account--State Appropriation	\$5,000
Landscape Architects' License Account--State Appropriation	\$4,000
Appraisal Management Company Account--State	
Appropriation	\$4,000
Real Estate Research Account--State Appropriation	\$415,000
Wildlife Account--State Appropriation	\$32,000
Geologists' Account--State Appropriation	\$52,000
Derelict Vessel Removal Account--State Appropriation	\$31,000

1 TOTAL APPROPRIATION ((~~\$39,963,000~~))
2 \$39,804,000

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

5 (1) \$566,000 of the business and professions account--state
6 appropriation is provided solely for the implementation of Engrossed
7 Substitute House Bill No. 1552 (scrap metal theft reduction). If the
8 bill is not enacted by June 30, 2013, the amount provided in this
9 subsection shall lapse.

10 (2) \$166,000 of the business and professions account--state
11 appropriation in fiscal year 2014 only is provided solely for the
12 implementation of Substitute House Bill No. 1779 (esthetics). If the
13 bill is not enacted by June 30, 2013, the amount provided in this
14 subsection shall lapse.

15 (3) \$592,000 of the business and professions account--state
16 appropriation is provided solely for the implementation of Substitute
17 House Bill No. 1822 (debt collection practices). If the bill is not
18 enacted by June 30, 2013, the amount provided in this subsection shall
19 lapse.

20 (4) \$32,000 of the state wildlife account--state appropriation is
21 provided solely for the implementation of Engrossed Second Substitute
22 Senate Bill No. 5193 (wolf conflict management). If the bill is not
23 enacted by June 30, 2013, the amount provided in this subsection shall
24 lapse.

25 (5) \$19,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$48,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for a pilot identicard program to
28 assist and prepare offenders for release from prison and reentry into
29 the community. The goal of the pilot identicard program is to provide
30 proper state identification to offenders to facilitate access to
31 services, employment, housing, and various other opportunities upon
32 release to the community. By September 1, 2014, the department of
33 licensing, working in conjunction with the department of corrections,
34 must implement the pilot identicard program in accordance with the
35 following:

36 (a) The pilot program must provide an original, renewal, or
37 replacement identicard to offenders that: (i) Prove their identity as
38 required by RCW 46.20.035; (ii) are under the custody of the department

1 of corrections; (iii) have been sentenced to an incarceration period
2 exceeding one year and one day; and (iv) are incarcerated within the
3 Monroe correctional complex and within two months of release.

4 (b) For purposes of verifying an offender's identity and
5 eligibility for the program, a valid identification card issued by the
6 department of corrections serves as sufficient proof of identity and
7 residency for an offender to apply for and obtain a Washington state
8 identocard.

9 (c) For the purposes of the pilot program, the department of
10 licensing must (i) set an expiration date for an identocard issued
11 under the pilot program for the first anniversary of the offender's
12 birthdate after issuance; and (ii) not charge any fee to an applicant
13 for an identocard issued as part of the pilot program.

14 (d) The department of licensing, in consultation with the
15 department of corrections, must report to the governor and the
16 appropriate committees of the legislature on the results of the pilot
17 identocard program and any recommendations for improvement by June 30,
18 2015.

19 **Sec. 402.** 2013 2nd sp.s. c 4 s 402 (uncodified) is amended to read
20 as follows:

21 **FOR THE STATE PATROL**

22	General Fund--State Appropriation (FY 2014)	((\$34,653,000))
23		<u>\$35,561,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$32,485,000))
25		<u>\$31,337,000</u>
26	General Fund--Federal Appropriation	((\$16,189,000))
27		<u>\$15,860,000</u>
28	General Fund--Private/Local Appropriation	((\$3,020,000))
29		<u>\$3,019,000</u>
30	Death Investigations Account--State Appropriation . . .	((\$9,956,000))
31		<u>\$9,925,000</u>
32	Enhanced 911 Account--State Appropriation	\$3,480,000
33	County Criminal Justice Assistance Account--State	
34	Appropriation	((\$3,332,000))
35		<u>\$3,310,000</u>
36	Municipal Criminal Justice Assistance Account--State	
37	Appropriation	((\$1,351,000))

1		<u>\$1,340,000</u>
2	Fire Service Trust Account--State Appropriation	\$131,000
3	Disaster Response Account--State Appropriation	\$8,000,000
4	Fire Service Training Account--State	
5	Appropriation	((\$9,797,000))
6		<u>\$9,774,000</u>
7	Aquatic Invasive Species Enforcement Account--State	
8	Appropriation	\$54,000
9	State Toxics Control Account--State Appropriation	((\$516,000))
10		<u>\$513,000</u>
11	Fingerprint Identification Account--State	
12	Appropriation	((\$10,747,000))
13		<u>\$12,184,000</u>
14	Vehicle License Fraud Account--State Appropriation	((\$447,000))
15		<u>\$334,000</u>
16	TOTAL APPROPRIATION	((\$134,158,000))
17		<u>\$134,822,000</u>

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

20 (1) \$200,000 of the fire service training account--state
21 appropriation is provided solely for two FTEs in the office of the
22 state director of fire protection to exclusively review K-12
23 construction documents for fire and life safety in accordance with the
24 state building code. It is the intent of this appropriation to provide
25 these services only to those districts that are located in counties
26 without qualified review capabilities.

27 (2) \$8,000,000 of the disaster response account--state
28 appropriation is provided solely for Washington state fire service
29 resource mobilization costs incurred in response to an emergency or
30 disaster authorized under RCW 43.43.960 through 43.43.964. The state
31 patrol shall submit a report quarterly to the office of financial
32 management and the legislative fiscal committees detailing information
33 on current and planned expenditures from this account. This work shall
34 be done in coordination with the military department.

35 (3) \$700,000 of the fire service training account--state
36 appropriation is provided solely for the firefighter apprenticeship
37 training program.

1 (4) \$3,480,000 of the enhanced 911 account--state appropriation is
2 provided solely for upgrades to the Washington state identification
3 system and the Washington crime information center. Amounts provided
4 in this subsection may not be expended until the office of the chief
5 information officer approves a plan to move the Washington state
6 patrol's servers and data center equipment into the state data center
7 in the 1500 Jefferson building, and the office of the chief information
8 officer certifies that the Washington state patrol has begun the move.
9 The amounts provided in this subsection are conditioned on the
10 department satisfying the requirements of the project management
11 oversight standards and policies established by the office of the chief
12 information officer.

13 (5) \$154,000 of the fingerprint identification account--state
14 appropriation is provided solely for implementation of Substitute House
15 Bill No. 1612 (firearms offenders). If the bill is not enacted by June
16 30, 2013, the amount provided in this subsection shall lapse.

(End of part)

PART V
EDUCATION

Sec. 501. 2013 2nd sp.s. c 4 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2014)	((\$27,264,000))
	<u>\$27,273,000</u>
General Fund--State Appropriation (FY 2015)	((\$26,041,000))
	<u>\$26,966,000</u>
General Fund--Federal Appropriation	((\$63,826,000))
	<u>\$70,931,000</u>
General Fund--Private/Local Appropriation	((\$4,005,000))
	<u>\$4,003,000</u>
Performance Audits of Government Account--State Appropriation	\$200,000
TOTAL APPROPRIATION	((\$121,336,000))
	<u>\$129,373,000</u>

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

(1) A maximum of ((~~\$16,881,000~~)) \$16,996,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$16,602,000~~)) \$17,401,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) ((~~\$8,846,000~~)) \$8,961,000 of the general fund--state appropriation for fiscal year 2014 and ((~~\$8,910,000~~)) \$8,639,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Districts shall report to the office of the superintendent of

1 public instruction daily student unexcused absence data by school,
2 using a uniform definition of unexcused absence as established by the
3 superintendent.

4 (iii) By September of each year, the office of the superintendent
5 of public instruction shall produce an annual status report of the
6 budget provisos in sections 501 and 513 of this act. The status report
7 of each proviso shall include, but not be limited to, the following
8 information: Purpose and objective, number of staff, number of
9 contractors, status of proviso implementation, number of beneficiaries
10 by year, list of beneficiaries, and proviso outcomes and achievements.

11 (iv) The superintendent of public instruction shall update the
12 program prepared and distributed under RCW 28A.230.150 for the
13 observation of temperance and good citizenship day to include providing
14 an opportunity for eligible students to register to vote at school.

15 ~~((vi) Appropriations in this section are sufficient for the office
16 of the superintendent of public instruction to conduct ongoing
17 consolidated program reviews of alternative learning experience
18 programs and dropout reengagement programs established under chapter
19 20, Laws of 2010. The office of the superintendent of public
20 instruction shall include alternative learning education and dropout
21 reengagement programs in their ongoing consolidated program reviews, as
22 well as provide outreach and training to school districts regarding
23 implementation of the programs. Findings from the program reviews will
24 be used to support and prioritize office of the superintendent outreach
25 and education efforts that assist school districts in implementing the
26 programs in accordance with statute and legislative intent, as well as
27 to support financial and performance audit work conducted by the office
28 of the state auditor.))~~

29 (b) \$1,017,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$1,017,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for activities associated with the
32 implementation of new school finance systems required by chapter 236,
33 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009
34 (state's education system), including technical staff, systems
35 reprogramming, and workgroup deliberations, including the quality
36 education council and the data governance working group.

37 (c)(i) \$1,012,000 of the general fund--state appropriation for
38 fiscal year 2014 and ~~((\$1,012,000))~~ \$1,034,000 of the general fund--

1 state appropriation for fiscal year 2015 are provided solely for the
2 operation and expenses of the state board of education, including basic
3 education assistance activities. Of these amounts, \$161,000 of the
4 general fund--state appropriation for fiscal year 2014 and \$161,000 of
5 the general fund--state appropriation for fiscal year 2015 are provided
6 for implementation of Initiative Measure No. 1240 (charter schools).

7 (ii) \$22,000 of the general fund--state appropriation for fiscal
8 year 2015 is provided solely for the purpose of implementing provisions
9 of Engrossed Second Substitute Senate Bill No. 6552 (student hour and
10 graduation requirements) related to career and college ready graduation
11 requirements. If the bill is not enacted by June 30, 2014, the amount
12 provided in this subsection shall lapse.

13 (d) \$1,325,000 of the general fund--state appropriation for fiscal
14 year 2014 and (~~(\$1,325,000)~~) \$1,477,000 of the general fund--state
15 appropriation for fiscal year 2015 are provided solely to the
16 professional educator standards board for the following:

17 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year
18 2015 are for the operation and expenses of the Washington professional
19 educator standards board;

20 (ii) \$250,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$250,000 of the general fund--state appropriation for
22 fiscal year 2015 are for mentor stipends provided through the
23 alternative routes to certification program administered by the
24 professional educator standards board, including the pipeline for
25 paraeducators program and the retooling to teach conditional loan
26 programs. Funding within this subsection (1)(d)(ii) is also provided
27 for the recruiting Washington teachers program; (~~and~~)

28 (iii) \$25,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$25,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the professional educator
31 standards board to develop educator interpreter standards and identify
32 interpreter assessments that are available to school districts.
33 Interpreter assessments should meet the following criteria: (A)
34 Include both written assessment and performance assessment; (B) be
35 offered by a national organization of professional sign language
36 interpreters and transliterators; and (C) be designed to assess
37 performance in more than one sign system or sign language. The board
38 shall establish a performance standard, defining what constitutes a

1 minimum assessment result, for each educational interpreter assessment
2 identified. The board shall publicize the standards and assessments
3 for school district use;

4 (iv) \$24,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the professional educator standards
6 board to: (A) Disseminate information about principles of language
7 acquisition as a critical knowledge and skill for educators in support
8 of instruction for English language learners; and (B) in conjunction
9 with the office of the superintendent of public instruction, revise the
10 model framework and curriculum for high school career and technical
11 education courses related to careers in education to incorporate
12 standards of cultural competence, new research on educator preparation,
13 and curriculum and activities from the recruiting Washington teacher
14 program; and

15 (v) \$128,000 of the general fund--state appropriation for fiscal
16 year 2015 is provided solely for implementation of Substitute Senate
17 Bill No. 6129 (paraeducator development). If the bill is not enacted
18 by June 30, 2014, the amount provided in this subsection shall lapse.

19 (e) \$133,000 of the general fund--state appropriation for fiscal
20 year 2014 and (~~(\$133,000)~~) \$266,000 of the general fund--state
21 appropriation for fiscal year 2015 are provided solely for the
22 implementation of chapter 240, Laws of 2010, including staffing the
23 office of equity and civil rights.

24 (f) \$50,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$50,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the ongoing work of the
27 education opportunity gap oversight and accountability committee.

28 (g) \$45,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$45,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the implementation of chapter
31 380, Laws of 2009 (enacting the interstate compact on educational
32 opportunity for military children).

33 (h) \$131,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$131,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the implementation of
36 Initiative Measure No. 1240 (charter schools).

37 (i) \$1,826,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$1,802,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for implementing a comprehensive
2 data system to include financial, student, and educator data, including
3 development and maintenance of the comprehensive education data and
4 research system (CEDARS).

5 (j) \$25,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$25,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for project citizen, a program
8 sponsored by the national conference of state legislatures and the
9 center for civic education to promote participation in government by
10 middle school students.

11 (k) \$1,500,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$1,500,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for collaborative schools for
14 innovation and success authorized under chapter 53, Laws of 2012. The
15 office of the superintendent of public instruction shall award \$500,000
16 per year in funding for each collaborative school for innovation and
17 success selected for participation in the pilot program during 2012.

18 (l) \$123,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$123,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for implementation of chapter 163,
21 Laws of 2012 (foster care outcomes). The office of the superintendent
22 of public instruction shall annually report each December on the
23 implementation of the state's plan of cross-system collaboration to
24 promote educational stability and improve education outcomes of foster
25 youth.

26 (m) \$250,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$250,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for implementation of chapter 178,
29 Laws of 2012 (open K-12 education resources).

30 (n) \$93,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$93,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for chapter 185, Laws of 2011
33 (bullying prevention, which requires the office of the superintendent
34 of public instruction to convene an ongoing workgroup on school
35 bullying and harassment prevention. Within the amounts provided,
36 \$140,000 is for youth suicide prevention activities.

37 (o) \$138,000 of the general fund--state appropriation for fiscal

1 year 2014 is provided solely for implementation of House Bill No. 1336
2 (troubled youth in school). If the bill is not enacted by June 30,
3 2013, the amounts provided in this subsection shall lapse.

4 (p) \$68,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$14,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of House Bill
7 No. 1134 (state-tribal education compacts). If the bill is not enacted
8 by June 30, 2013, the amounts provided in this subsection shall lapse.

9 (q) \$62,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$62,000 of the general fund--state appropriation for
11 fiscal year 2015 are for competitive grants to school districts to
12 increase the capacity of high schools to offer AP computer science
13 courses. In making grant allocations, the office of the superintendent
14 of public instruction must give priority to schools and districts in
15 rural areas, with substantial enrollment of low-income students, and
16 that do not offer AP computer science. School districts may apply to
17 receive either or both of the following grants:

18 (i) A grant to establish partnerships to support computer science
19 professionals from private industry serving on a voluntary basis as
20 coinstructors along with a certificated teacher, including via
21 synchronous video, for AP computer science courses; or

22 (ii) A grant to purchase or upgrade technology and curriculum
23 needed for AP computer science, as well as provide opportunities for
24 professional development for classroom teachers to have the requisite
25 knowledge and skills to teach AP computer science.

26 (r) \$27,000 of the general fund--state appropriation for fiscal
27 year 2014 is provided solely for implementation of House Bill No. 1556
28 (cardiac arrest education).

29 (s) \$50,000 of the general fund--state appropriation for fiscal
30 year 2014 is provided solely for the development of recommendations for
31 funding integrated school nursing and outreach services. The office of
32 the superintendent of public instruction shall collaborate with the
33 health care authority to develop recommendations for increasing federal
34 financial participation for providing nursing services in schools with
35 the goals of integrating nursing and outreach services and supporting
36 one nurse for every four-hundred fifty students in elementary schools
37 and one nurse for every seven-hundred fifty students in secondary
38 schools. The recommendations shall include proposals for funding

1 training and reimbursement for nurses that provide outreach services to
2 help eligible students enroll in apple health for kids and other social
3 services programs. The authority and the office of the superintendent
4 of public instruction shall provide these recommendations to the
5 governor and the legislature by December 1, 2013.

6 (t) \$50,000 of the general fund--state appropriation for fiscal
7 year 2014 is provided solely for the office of the superintendent of
8 public instruction to contract with an organization to develop a model
9 plan for evaluating the outcomes of state funded pilot education
10 programs, including guidelines for standard data that must be gathered
11 throughout any education pilot program, as well as guidance for data
12 and evaluation methods depending on the design of the program and the
13 target population. The contract must also include a provision to
14 provide guidance for the evaluation of existing pilot programs.

15 (u) \$10,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$10,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the superintendent of public
18 instruction to convene a committee for the selection and recognition of
19 Washington innovative schools. The committee shall select and
20 recognize Washington innovative schools based on the selection criteria
21 established by the office of the superintendent of public instruction,
22 in accordance with chapter 202, Laws of 2011 (innovation schools--
23 recognition) and chapter 260, Laws of 2011 (innovation schools and
24 zones).

25 (v) \$100,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$100,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for the Mobius science center to
28 expand mobile outreach of science, technology, engineering, and
29 mathematics (STEM) education to students in rural, tribal, and
30 low-income communities.

31 (w) \$28,000 of the general fund--state appropriation for fiscal
32 year 2015 is provided solely for the office of the superintendent of
33 public instruction to create a clearinghouse of research-based best
34 practices for school districts to provide academic and nonacademic
35 support for students while they are subject to disciplinary action and
36 after their reengagement in school.

37 (x) \$49,000 of the general fund--state appropriation for fiscal
38 year 2015 is provided solely for the office of the superintendent of

1 public instruction, in collaboration with the educational opportunity
2 gap oversight and accountability committee, the professional educator
3 standards board, colleges of education, and representatives from
4 diverse communities and community-based organizations, to develop a
5 content outline for professional development and training in cultural
6 competence for school staff, which educational service districts and
7 school districts are encouraged to use.

8 (y) \$117,000 of the general fund--state appropriation for fiscal
9 year 2015 is provided solely for the office of the superintendent of
10 public instruction to convene a task force to design a performance-
11 based assistance and accountability system for the transitional
12 bilingual instruction program. The office must submit a report with
13 recommendations from the task force to the education and fiscal
14 committees of the legislature by January 15, 2016.

15 (z) \$134,000 of the general fund--state appropriation for fiscal
16 year 2015 is provided solely for the office of the superintendent of
17 public instruction to perform on-going program reviews of alternative
18 learning experience programs and dropout reengagement programs. The
19 amounts provided in this subsection are sufficient for the office of
20 the superintendent of public instruction to conduct ongoing
21 consolidated program reviews of alternative learning experience
22 programs and dropout reengagement programs established under chapter
23 20, Laws of 2010. The office of the superintendent of public
24 instruction shall include alternative learning education and dropout
25 reengagement programs in its ongoing consolidated program reviews, as
26 well as provide outreach and training to school districts regarding
27 implementation of the programs. Findings from the program reviews will
28 be used to support and prioritize the office of the superintendent of
29 public instruction outreach and education efforts that assist school
30 districts in implementing the programs in accordance with statute and
31 legislative intent, as well as to support financial and performance
32 audit work conducted by the office of the state auditor.

33 (aa) \$287,000 of the general fund--state appropriation for fiscal
34 year 2015 is provided solely for the purpose of implementing provisions
35 of Engrossed Second Substitute Senate Bill No. 6552 (student hour and
36 graduation requirements) related to career and technical education
37 equivalencies. If the bill is not enacted by June 30, 2014, the amount
38 provided in this subsection shall lapse.

1 (bb) \$148,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for implementation of Substitute Senate
3 Bill No. 6431 (youth suicide prevention). If the bill is not enacted
4 by June 30, 2014, the amount provided in this subsection shall lapse.

5 (2) \$200,000 of the performance audits of government account--state
6 appropriation is provided solely for a one-time workload increase to
7 address additional audit resolutions and appeals in the alternative
8 learning experience programs.

9 (3) \$10,277,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$9,565,000 of the general fund--state appropriation for
11 fiscal year 2015 are for statewide programs.

12 (a) HEALTH AND SAFETY

13 (i) \$2,541,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$2,541,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for a corps of nurses located at
16 educational service districts, as determined by the superintendent of
17 public instruction, to be dispatched to the most needy schools to
18 provide direct care to students, health education, and training for
19 school staff.

20 (ii) \$135,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$135,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for a nonviolence and leadership
23 training program provided by the institute for community leadership.

24 (b) TECHNOLOGY

25 \$1,221,000 of the general fund--state appropriation for fiscal year
26 2014 and \$1,221,000 of the general fund--state appropriation for fiscal
27 year 2015 are provided solely for K-20 telecommunications network
28 technical support in the K-12 sector to prevent system failures and
29 avoid interruptions in school utilization of the data processing and
30 video-conferencing capabilities of the network. These funds may be
31 used to purchase engineering and advanced technical support for the
32 network.

33 (c) GRANTS AND ALLOCATIONS

34 (i) \$1,875,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$1,875,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the Washington state achievers
37 scholarship program. The funds shall be used to support community

1 involvement officers that recruit, train, and match community volunteer
2 mentors with students selected as achievers scholars.

3 (ii) \$1,000,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$1,000,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for contracting with a college
6 scholarship organization with expertise in conducting outreach to
7 students concerning eligibility for the Washington college bound
8 scholarship consistent with chapter 405, Laws of 2007.

9 (iii) \$1,000,000 of the general fund--state appropriation for
10 fiscal year 2014 and \$1,000,000 of the general fund--state
11 appropriation for fiscal year 2015 are provided solely for dropout
12 prevention, intervention, and reengagement programs, including the jobs
13 for America's graduates (JAG) program and the building bridges
14 statewide program. Starting in school year 2014-15, students in the
15 foster care system or who are homeless shall be given priority by
16 districts offering the jobs for America's graduates program. The
17 office of the superintendent of public instruction shall convene staff
18 representatives from high schools to meet and share best practices for
19 dropout prevention.

20 (iv) \$2,112,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$1,400,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the implementation of chapter
23 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the
24 development and implementation of the Washington kindergarten inventory
25 of developing skills (WaKIDS).

26 (v) \$100,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$100,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely to subsidize advanced placement
29 exam fees and international baccalaureate class fees and exam fees for
30 low-income students. To be eligible for the subsidy, a student must be
31 either enrolled or eligible to participate in the federal free or
32 reduced price lunch program, and the student must have maximized the
33 allowable federal contribution. The office of the superintendent of
34 public instruction shall set the subsidy in an amount so that the
35 advanced placement exam fee does not exceed \$15.00 and the combined
36 class and exam fee for the international baccalaureate does not exceed
37 \$14.50.

1 (vi) \$293,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$293,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the office of the
4 superintendent of public instruction to support (~~the dissemination of~~
5 ~~the navigation 101 curriculum to all districts~~) district
6 implementation of comprehensive guidance and planning programs
7 consistent with RCW 28A.600.045.

8 **Sec. 502.** 2013 2nd sp.s. c 4 s 502 (uncodified) is amended to read
9 as follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**
11 **APPORTIONMENT**

12	General Fund--State Appropriation (FY 2014)	((\$5,395,289,000))
13		<u>\$5,386,820,000</u>
14	General Fund--State Appropriation (FY 2015)	((\$5,581,336,000))
15		<u>\$5,599,423,000</u>
16	Education Legacy Trust Account--State	
17	Appropriation	((\$328,563,000))
18		<u>\$381,563,000</u>
19	TOTAL APPROPRIATION	((\$11,305,188,000))
20		<u>\$11,367,806,000</u>

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

23 (1)(a) Each general fund fiscal year appropriation includes such
24 funds as are necessary to complete the school year ending in the fiscal
25 year and for prior fiscal year adjustments.

26 (b) For the 2013-14 and 2014-15 school years, the superintendent
27 shall allocate general apportionment funding to school districts as
28 provided in the funding formulas and salary schedules in sections 502
29 and 503 of this act, excluding (c) of this subsection.

30 (c) From July 1, 2013, to August 31, 2013, the superintendent shall
31 allocate general apportionment funding to school districts programs as
32 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.
33 sess., as amended.

34 (d) The enrollment of any district shall be the annual average
35 number of full-time equivalent students and part-time students as
36 provided in RCW 28A.150.350, enrolled on the fourth day of school in
37 September and on the first school day of each month October through

1 June, including students who are in attendance pursuant to RCW
2 28A.335.160 and 28A.225.250 who do not reside within the servicing
3 school district. Any school district concluding its basic education
4 program in May must report the enrollment of the last school day held
5 in May in lieu of a June enrollment.

6 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

7 Allocations for certificated instructional staff salaries for the
8 2013-14 and 2014-15 school years are determined using formula-generated
9 staff units calculated pursuant to this subsection.

10 (a) Certificated instructional staff units, as defined in RCW
11 28A.150.410, shall be allocated to reflect the minimum class size
12 allocations, requirements, and school prototypes assumptions as
13 provided in RCW 28A.150.260, except that the allocation for guidance
14 counselors in a middle school shall be 1.216 for the 2013-14 and 2014-
15 15 school years and the allocation for guidance counselors in a high
16 school shall be 2.009 for the 2013-14 school year, which enhancements
17 are within the program of basic education. The superintendent shall
18 make allocations to school districts based on the district's annual
19 average full-time equivalent student enrollment in each grade.

20 (b) Additional certificated instructional staff units provided in
21 this subsection (2) that exceed the minimum requirements in RCW
22 28A.150.260 are enhancements outside the program of basic education,
23 except as otherwise provided in this section.

24 (c)(i) The superintendent shall base allocations for each level of
25 prototypical school on the following regular education average class
26 size of full-time equivalent students per teacher, except as provided
27 in (c)(ii) of this subsection:

28 General education class size:

29 Grade	RCW 28A.150.260	2013-14 30 School Year	2014-15 30 School Year
31 Grades K-3	25.23	25.23
32 Grade 4	27.00	27.00
33 Grades 5-6	27.00	27.00
34 Grades 7-8	28.53	28.53
35 Grades 9-12	28.74	28.74

1 The superintendent shall base allocations for laboratory science,
2 career and technical education (CTE) and skill center programs average
3 class size as provided in RCW 28A.150.260.

4 (ii) For each level of prototypical school at which more than fifty
5 percent of the students were eligible for free and reduced-price meals
6 in the prior school year, the superintendent shall allocate funding
7 based on the following average class size of full-time equivalent
8 students per teacher:

9 (A) General education class size in high poverty schools:

10	Grade	RCW 28A.150.260
11	Grade 2	24.10
12	Grade 3	24.10
13	Grade 4	27.00
14	Grades 5-6	27.00
15	Grades 7-8	28.53
16	Grades 9-12	28.74

17 (B) For grades K-1, class size of 20.85 is provided for high
18 poverty schools for the 2013-14 school year;

19 (C) For grades K through 1, the superintendent shall, at a minimum,
20 allocate funding to high-poverty schools for the 2014-15 school year
21 based on an average class size of 24.10 full-time equivalent students
22 per teacher. The superintendent shall provide enhanced funding for
23 class size reduction in grades K through 1 to the extent of, and
24 proportionate to, the school's demonstrated actual average class size
25 up to a class size of 20.30 full-time equivalent students per teacher.
26 The office of the superintendent of public instruction shall develop
27 rules to implement the enhanced funding authorized under (ii)(C) of
28 this subsection and shall distribute draft rules for review no later
29 than December 1, 2013. The office of the superintendent of public
30 instruction shall report the draft rules and proposed methodology to
31 the governor and the appropriate policy and fiscal committees of the
32 legislature by December 1, 2013.

33 (D) The enhancement in this subsection (2)(c)(ii) is within the
34 program of basic education.

1 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher
2 planning period, expressed as a percentage of a teacher work day, is
3 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

4 (iv) (~~Laboratory science~~) Advanced placement(~~(7)~~) and
5 international baccalaureate courses are funded at the same class size
6 assumptions as general education schools in the same grade; and

7 (d)(i) Funding for teacher librarians, school nurses, social
8 workers, school psychologists, and guidance counselors is allocated
9 based on the school prototypes as provided in RCW 28A.150.260 and (a)
10 of this subsection and is considered certificated instructional staff,
11 except as provided in (d)(ii) of this subsection.

12 (ii) Students in approved career and technical education and skill
13 center programs generate certificated instructional staff units to
14 provide for the services of teacher librarians, school nurses, social
15 workers, school psychologists, and guidance counselors at the following
16 combined rate per 1000 student(~~(s)~~) full-time equivalent enrollment:

17 (~~Career and Technical Education~~
18 ~~students 2.02 per 1000 student FTE's~~
19 ~~Skill Center students 2.36 per 1000 student FTE's~~)

	<u>2013-14 School</u>	<u>2014-15 School</u>
	<u>Year</u>	<u>Year</u>
<u>Career and</u>	<u>2.02</u>	<u>2.72</u>
<u>Technical</u>		
<u>Education</u>		
<u>Skill Center</u>	<u>2.36</u>	<u>3.06</u>

26 (3) ADMINISTRATIVE STAFF ALLOCATIONS

27 (a) Allocations for school building-level certificated
28 administrative staff salaries for the 2013-14 and 2014-15 school years
29 for general education students are determined using the formula
30 generated staff units calculated pursuant to this subsection. The
31 superintendent shall make allocations to school districts based on the
32 district's annual average full-time equivalent enrollment in each
33 grade. The following prototypical school values shall determine the
34 allocation for principals, assistance principals, and other
35 certificated building level administrators:

1	Prototypical School Building:	
2	Elementary School	1.253
3	Middle School	1.353
4	High School	1.880

5 (b) Students in approved career and technical education and skill
6 center programs generate certificated school building-level
7 administrator staff units at per student rates that are a multiple of
8 the general education rate in (a) of this subsection by the following
9 factors: Career and Technical Education students1.025
10 Skill Center students1.198

11 (4) CLASSIFIED STAFF ALLOCATIONS

12 Allocations for classified staff units providing school building-
13 level and district-wide support services for the 2013-14 and 2014-15
14 school years are determined using the formula-generated staff units
15 provided in RCW 28A.150.260, and adjusted based on each district's
16 annual average full-time equivalent student enrollment in each grade,
17 except that the allocation for parent involvement coordinators in an
18 elementary school shall be 0.0825, which enhancement is within the
19 program of basic education.

20 (5) CENTRAL OFFICE ALLOCATIONS

21 In addition to classified and administrative staff units allocated
22 in subsections (3) and (4) of this section, classified and
23 administrative staff units are provided for the 2013-14 and 2014-15
24 school year for the central office administrative costs of operating a
25 school district, at the following rates:

26 (a) The total central office staff units provided in this
27 subsection (5) are calculated by first multiplying the total number of
28 eligible certificated instructional, certificated administrative, and
29 classified staff units providing school-based or district-wide support
30 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

31 (b) Of the central office staff units calculated in (a) of this
32 subsection, 74.53 percent are allocated as classified staff units, as
33 generated in subsection (4) of this section, and 25.47 percent shall be
34 allocated as administrative staff units, as generated in subsection (3)
35 of this section.

1 (c) Staff units generated as enhancements outside the program of
2 basic education to the minimum requirements of RCW 28A.150.260, and
3 staff units generated by skill center and career-technical students,
4 are excluded from the total central office staff units calculation in
5 (a) of this subsection.

6 (d) For students in approved career-technical and skill center
7 programs, central office classified units are allocated at the same
8 staff unit per student rate as those generated for general education
9 students of the same grade in this subsection (5), and central office
10 administrative staff units are allocated at staff unit per student
11 rates that exceed the general education rate established for students
12 in the same grade in this subsection (5) by 1.71 percent in the 2013-14
13 school year and (~~(2.00)~~) 0.90 percent in the 2014-15 school year for
14 career and technical education students, and (~~(21.60)~~) 21.57 percent in
15 the 2013-14 school year and (~~(15.98)~~) 17.29 percent in the 2014-15
16 school year for skill center students.

17 (6) FRINGE BENEFIT ALLOCATIONS

18 Fringe benefit allocations shall be calculated at a rate of 18.68
19 percent in the 2013-14 school year and 18.68 percent in the 2014-15
20 school year for certificated salary allocations provided under
21 subsections (2), (3), and (5) of this section, and a rate of 20.95
22 percent in the 2013-14 school year and 20.95 percent in the 2014-15
23 school year for classified salary allocations provided under
24 subsections (4) and (5) of this section.

25 (7) INSURANCE BENEFIT ALLOCATIONS

26 Insurance benefit allocations shall be calculated at the
27 maintenance rate specified in section 504 of this act, based on the
28 number of benefit units determined as follows:

29 (a) The number of certificated staff units determined in
30 subsections (2), (3), and (5) of this section; and

31 (b) The number of classified staff units determined in subsections
32 (4) and (5) of this section multiplied by 1.152. This factor is
33 intended to adjust allocations so that, for the purposes of
34 distributing insurance benefits, full-time equivalent classified
35 employees may be calculated on the basis of 1440 hours of work per
36 year, with no individual employee counted as more than one full-time
37 equivalent.

1 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

2 Funding is allocated per annual average full-time equivalent
3 student for the materials, supplies, and operating costs (MSOC)
4 incurred by school districts, consistent with the requirements of RCW
5 28A.150.260.

6 (a) MSOC funding for general education students are allocated at
7 the following per student rates:

8 MSOC RATES/STUDENT FTE

9

10 MSOC Component	2013-14	2014-15
	SCHOOL YEAR	SCHOOL YEAR
13 Technology	\$77.46	(\$82.16) <u>\$89.13</u>
14 Utilities and Insurance	\$210.46	(\$223.23) <u>\$242.17</u>
15 Curriculum and Textbooks	\$83.17	(\$88.21) <u>\$95.69</u>
16 Other Supplies and Library Materials	\$176.56	(\$187.27) <u>\$203.16</u>
17 Instructional Professional Development for Certificated		
18 and Classified Staff	\$12.86	(\$13.64) <u>\$14.80</u>
19 Facilities Maintenance	\$104.27	(\$110.59) <u>\$119.97</u>
20 Security and Central Office	\$72.24	(\$76.62) <u>\$83.12</u>
21 TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$737.02	(\$781.72) <u>\$848.04</u>

22 (b) Students in approved skill center programs generate per student
23 FTE MSOC allocations of \$1,244.25 for the 2013-14 school year and
24 ~~(\$1,262.92)~~ \$1,260.41 for the 2014-15 school year.

25 (c) Students in approved exploratory and preparatory career and
26 technical education programs generate a per student MSOC allocation of
27 \$1,399.30 for the 2013-14 school year and ~~(\$1,420.29)~~ \$1,417.48 for
28 the 2014-15 school year.

29 (d) Students in ~~(laboratory science courses generate per student~~
30 ~~FTE MSOC allocations which equal the per student FTE rate for general~~
31 ~~education students established in (a) of this subsection.)~~ grades 9-12
32 generate per student FTE MSOC allocations in addition to the allocation
33 provided in (a) of this subsection at the following rate:

34 2014-15

	<u>School Year</u>
1	
2	<u>Technology \$36.35</u>
3	<u>Curriculum and Textbooks \$39.02</u>
4	<u>Other Supplies and Library Materials \$82.84</u>
5	<u>Instructional Professional Development for Certificated</u>
6	<u>and Classified Staff \$6.04</u>
7	<u>TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE \$164.25</u>

8 (9) SUBSTITUTE TEACHER ALLOCATIONS

9 For the 2013-14 and 2014-15 school years, funding for substitute
10 costs for classroom teachers is based on four (4) funded substitute
11 days per classroom teacher unit generated under subsection (2) of this
12 section, at a daily substitute rate of \$151.86.

13 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

14 (a) Amounts provided in this section from July 1, 2013, to August
15 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of
16 2011 1st sp. sess. (allocation of funding for funding for students
17 enrolled in alternative learning experiences).

18 (b) Amounts provided in this section beginning September 1, 2013,
19 are adjusted to reflect modifications to alternative learning
20 experience courses in Engrossed Substitute Senate Bill No. 5946
21 (student educational outcomes).

22 (c) The superintendent of public instruction shall require all
23 districts receiving general apportionment funding for alternative
24 learning experience (ALE) programs as defined in WAC 392-121-182 to
25 provide separate financial accounting of expenditures for the ALE
26 programs offered in district or with a provider, including but not
27 limited to private companies and multidistrict cooperatives, as well as
28 accurate, monthly headcount and FTE enrollment claimed for basic
29 education, including separate counts of resident and nonresident
30 students.

31 (11) DROPOUT REENGAGEMENT PROGRAM

32 The superintendent shall adopt rules to require students claimed
33 for general apportionment funding based on enrollment in dropout
34 reengagement programs authorized under RCW 28A.175.100 through
35 28A.175.115 to meet requirements for at least weekly minimum
36 instructional contact, academic counseling, career counseling, or case
37 management contact, starting with the 2014-15 school year. Districts

1 must also provide separate financial accounting of expenditures for the
2 programs offered by the district or under contract with a provider, as
3 well as accurate monthly headcount and full-time equivalent enrollment
4 claimed for basic education, including separate enrollment counts of
5 resident and nonresident students.

6 (12) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

7 Funding in this section is sufficient to fund voluntary full day
8 kindergarten programs in qualifying high poverty schools, pursuant to
9 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
10 for the voluntary full-day program in a qualifying school shall count
11 as one-half of one full-time equivalent student for purpose of making
12 allocations under this section. Funding in this section provides full-
13 day kindergarten programs for 43.75 percent of kindergarten enrollment
14 in the 2013-14 school year and 43.75 percent in the 2014-15 school
15 year, which enhancement is within the program of basic education.

16 ~~((12) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN THROUGH~~
17 ~~TWELVE~~

18 ~~(a) School districts shall implement the increased instructional~~
19 ~~hours for the instructional program of basic education required under~~
20 ~~the provisions of RCW 28A.150.220(2)(a) beginning with the 2014-15~~
21 ~~school year, which enhancement is within the program of basic~~
22 ~~education.~~

23 ~~(b) Amounts provided in this section are sufficient to fund~~
24 ~~increased instructional hours in grades seven through twelve. For the~~
25 ~~2014-15 school year, the superintendent shall allocate funding to~~
26 ~~school districts for increased instructional hours. In calculating the~~
27 ~~allocations, the superintendent shall assume the following averages:~~
28 ~~(a) Additional instruction of 2.2222 hours per week per full-time~~
29 ~~equivalent student in grades seven through twelve in school year 2014-~~
30 ~~15; (b) the general education average class sizes specified in section~~
31 ~~502(2)(c); (c) 36 instructional weeks per year; (d) 900 instructional~~
32 ~~hours per teacher; and (e) the district's average staff mix and~~
33 ~~compensation rates as provided in sections 503 and 504 of this act.)~~

34 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
35 NECESSARY PLANTS

36 For small school districts and remote and necessary school plants
37 within any district which have been judged to be remote and necessary

1 by the superintendent of public instruction, additional staff units are
2 provided to ensure a minimum level of staffing support. Additional
3 administrative and certificated instructional staff units provided to
4 districts in this subsection shall be reduced by the general education
5 staff units, excluding career and technical education and skills center
6 enhancement units, otherwise provided in subsections (2) through (5) of
7 this section on a per district basis.

8 (a) For districts enrolling not more than twenty-five average
9 annual full-time equivalent students in grades K-8, and for small
10 school plants within any school district which have been judged to be
11 remote and necessary by the superintendent of public instruction and
12 enroll not more than twenty-five average annual full-time equivalent
13 students in grades K-8:

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

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

24 (b) For specified enrollments in districts enrolling more than
25 twenty-five but not more than one hundred average annual full-time
26 equivalent students in grades K-8, and for small school plants within
27 any school district which enroll more than twenty-five average annual
28 full-time equivalent students in grades K-8 and have been judged to be
29 remote and necessary by the superintendent of public instruction:

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

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

36 (c) For districts operating no more than two high schools with
37 enrollments of less than three hundred average annual full-time

1 equivalent students, for enrollment in grades 9-12 in each such school,
2 other than alternative schools, except as noted in this subsection:

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

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

15 (iii) Districts receiving staff units under this subsection shall
16 add students enrolled in a district alternative high school and any
17 grades nine through twelve alternative learning experience programs
18 with the small high school enrollment for calculations under this
19 subsection;

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

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

30 (f)(i) For enrollments generating certificated staff unit
31 allocations under (a) through (e) of this subsection, one classified
32 staff unit for each 2.94 certificated staff units allocated under such
33 subsections;

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

1 (g) School districts receiving additional staff units to support
2 small student enrollments and remote and necessary plants under this
3 subsection (12) shall generate additional MSOC allocations consistent
4 with the nonemployee related costs (NERC) allocation formula in place
5 for the 2010-11 school year as provided section 502, chapter 37, Laws
6 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for
7 inflation.

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

17 (15) The superintendent may distribute funding for the following
18 programs outside the basic education formula during fiscal years 2014
19 and 2015 as follows:

20 (a) \$605,000 of the general fund--state appropriation for fiscal
21 year 2014 and (~~(\$614,000)~~) \$613,000 of the general fund--state
22 appropriation for fiscal year 2015 are provided solely for fire
23 protection for school districts located in a fire protection district
24 as now or hereafter established pursuant to chapter 52.04 RCW.

25 (b) \$436,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$436,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for programs providing skills
28 training for secondary students who are enrolled in extended day
29 school-to-work programs, as approved by the superintendent of public
30 instruction. The funds shall be allocated at a rate not to exceed \$500
31 per full-time equivalent student enrolled in those programs.

32 (16) \$214,000 of the general fund--state appropriation for fiscal
33 year 2014 and (~~(\$217,000)~~) \$216,000 of the general fund--state
34 appropriation for fiscal year 2015 are provided solely for school
35 district emergencies as certified by the superintendent of public
36 instruction. At the close of the fiscal year the superintendent of
37 public instruction shall report to the office of financial management

1 and the appropriate fiscal committees of the legislature on the
2 allocations provided to districts and the nature of the emergency.

3 (17) Funding in this section is sufficient to fund a maximum of 1.6
4 FTE enrollment for skills center students pursuant to chapter 463, Laws
5 of 2007.

6 (18) Students participating in running start programs may be funded
7 up to a combined maximum enrollment of 1.2 FTE including school
8 district and institution of higher education enrollment. In
9 calculating the combined 1.2 FTE, the office of the superintendent of
10 public instruction may average the participating student's September
11 through June enrollment to account for differences in the start and end
12 dates for courses provided by the high school and higher education
13 institution. Additionally, the office of the superintendent of public
14 instruction, in consultation with the state board for community and
15 technical colleges, the student achievement council, and the education
16 data center, shall annually track and report to the fiscal committees
17 of the legislature on the combined FTE experience of students
18 participating in the running start program, including course load
19 analyses at both the high school and community and technical college
20 system.

21 (19) If two or more school districts consolidate and each district
22 was receiving additional basic education formula staff units pursuant
23 to subsection (12) of this section, the following apply:

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

28 (b) For the fourth through eighth school years following
29 consolidation, the difference between the basic education formula staff
30 units received by the districts for the school year prior to
31 consolidation and the basic education formula staff units after
32 consolidation pursuant to subsection (12) of this section shall be
33 reduced in increments of twenty percent per year.

34 (20)(a) Indirect cost charges by a school district to approved
35 career and technical education middle and secondary programs shall not
36 exceed 15 percent of the combined basic education and career and
37 technical education program enhancement allocations of state funds.

1 Middle and secondary career and technical education programs are
2 considered separate programs for funding and financial reporting
3 purposes under this section.

4 (b) Career and technical education program full-time equivalent
5 enrollment shall be reported on the same monthly basis as the
6 enrollment for students eligible for basic support, and payments shall
7 be adjusted for reported career and technical education program
8 enrollments on the same monthly basis as those adjustments for
9 enrollment for students eligible for basic support.

10 (21) \$1,991,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for the purpose of Engrossed Second
12 Substitute House Bill No. 2207 (federal forest revenue). If the bill
13 is not enacted by June 30, 2014, the amount provided in this subsection
14 shall lapse.

15 **Sec. 503.** 2013 2nd sp.s. c 4 s 505 (uncodified) is amended to read
16 as follows:

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

18 General Fund--State Appropriation (FY 2014)	((\$365,120,000))
	<u>\$365,048,000</u>
20 General Fund--State Appropriation (FY 2015)	((\$427,408,000))
	<u>\$429,312,000</u>
22 TOTAL APPROPRIATION	((\$792,528,000))
	<u>\$794,360,000</u>

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

26 (1) Each general fund fiscal year appropriation includes such funds
27 as are necessary to complete the school year ending in the fiscal year
28 and for prior fiscal year adjustments.

29 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
30 shall allocate funding to school district programs for the
31 transportation of eligible students as provided in RCW 28A.160.192.
32 Funding in this section for school year 2014-15 constitutes full
33 implementation of RCW 28A.160.192, which enhancement is within the
34 program of basic education. Students are considered eligible only if
35 meeting the definitions provided in RCW 28A.160.160.

36 (b) For the 2014-15 school year, the superintendent shall allocate
37 funding for approved and operating charter schools as provided in RCW

1 28A.710.220(3). Per-student allocations for pupil transportation must
2 be calculated using the allocation for the previous school year to the
3 school district in which the charter school is located and the number
4 of eligible students in the district, and must be distributed to the
5 charter school based on the number of eligible students.

6 ((+b)) (c) From July 1, 2013 to August 31, 2013, the
7 superintendent shall allocate funding to school districts programs for
8 the transportation of students as provided in section 505, chapter 50,
9 Laws of 2011 1st sp. sess., as amended.

10 (3) \$558,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for pupil transportation expected cost
12 funding formula adjustments as provided under this subsection. School
13 districts whose efficiency rating is at least ninety-five percent and
14 whose actual prior year costs exceed the expected cost allocations
15 provided through the pupil transportation funding formula due to
16 exceptional circumstances may apply to the superintendent of public
17 instruction to receive a supplemental funding adjustments for a one-
18 year period to offset the excess costs in whole or in part. The
19 superintendent shall adopt criteria for review of applications, which
20 may include exceptional issues related to geography, student
21 demographics, or other one-time circumstances that are not otherwise
22 addressed in the expected cost model. Differences in costs related to
23 district philosophy, service delivery choice, or accounting practices
24 are not a legitimate basis for transportation adjustments. School
25 districts that receive adjustments under this subsection are not
26 guaranteed adjustments in future years and must reapply. Adjustments
27 may not exceed the total appropriation provided in this subsection for
28 fiscal year 2015. Adjustments also may not exceed the difference
29 between the district's school year 2013-14 allocation and the
30 district's expected cost allocation.

31 ((+3)) (4) A maximum of \$892,000 of this fiscal year 2014
32 appropriation and a maximum of \$892,000 of the fiscal year 2015
33 appropriation may be expended for regional transportation coordinators
34 and related activities. The transportation coordinators shall ensure
35 that data submitted by school districts for state transportation
36 funding shall, to the greatest extent practical, reflect the actual
37 transportation activity of each district.

1 ((+4)) (5) The office of the superintendent of public instruction
2 shall provide reimbursement funding to a school district for school bus
3 purchases only after the superintendent of public instruction
4 determines that the school bus was purchased from the list established
5 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
6 based on the lowest price quote based on similar bus categories to
7 those used to establish the list pursuant to RCW 28A.160.195.

8 ((+5)) (6) The superintendent of public instruction shall base
9 depreciation payments for school district buses on the pre-sales tax
10 five-year average of lowest bids in the appropriate category of bus.
11 In the final year on the depreciation schedule, the depreciation
12 payment shall be based on the lowest bid in the appropriate bus
13 category for that school year.

14 ((+6)) (7) Funding levels in this section reflect waivers granted
15 by the state board of education for four-day school weeks as allowed
16 under RCW 28A.305.141.

17 ((+7)) (8) The office of the superintendent of public instruction
18 shall annually disburse payments for bus depreciation in August.

19 **Sec. 504.** 2013 2nd sp.s. c 4 s 506 (uncodified) is amended to read
20 as follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
22 **PROGRAMS**

23	General Fund--State Appropriation (FY 2014)	\$7,111,000
24	General Fund--State Appropriation (FY 2015)	\$7,111,000
25	General Fund--Federal Appropriation	(\$473,326,000)
26		<u>\$501,326,000</u>
27	TOTAL APPROPRIATION	(\$487,548,000)
28		<u>\$515,548,000</u>

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

31 (1) \$7,111,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$7,111,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for state matching money for
34 federal child nutrition programs, and may support the meals for kids
35 program through the following allowable uses:

36 (a) Elimination of breakfast copays for eligible public school

1 students and lunch copays for eligible public school students in grades
2 kindergarten through third grade who are eligible for reduced price
3 lunch;

4 (b) Assistance to school districts and authorized public and
5 private nonprofit organizations for supporting summer food service
6 programs, and initiating new summer food service programs in low-income
7 areas;

8 (c) Reimbursements to school districts for school breakfasts served
9 to students eligible for free and reduced price lunch, pursuant to
10 chapter 287, Laws of 2005; and

11 (d) Assistance to school districts in initiating and expanding
12 school breakfast programs.

13 The office of the superintendent of public instruction shall report
14 annually to the fiscal committees of the legislature on annual
15 expenditures in (a), (b), and (c) of this subsection.

16 **Sec. 505.** 2013 2nd sp.s. c 4 s 507 (uncodified) is amended to read
17 as follows:

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

20	General Fund--State Appropriation (FY 2014)	((\$702,149,000))
21		<u>\$693,894,000</u>
22	General Fund--State Appropriation (FY 2015)	((\$738,043,000))
23		<u>\$742,343,000</u>
24	General Fund--Federal Appropriation	((\$462,022,000))
25		<u>\$476,122,000</u>
26	Education Legacy Trust Account--State Appropriation	\$46,151,000
27	TOTAL APPROPRIATION	((\$1,948,365,000))
28		<u>\$1,958,510,000</u>

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

31 (1) Funding for special education programs is provided on an excess
32 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
33 that special education students as a class receive their full share of
34 the general apportionment allocation accruing through sections 502 and
35 504 of this act. To the extent a school district cannot provide an
36 appropriate education for special education students under chapter

1 28A.155 RCW through the general apportionment allocation, it shall
2 provide services through the special education excess cost allocation
3 funded in this section.

4 (2)(a) The superintendent of public instruction shall ensure that:

5 (i) Special education students are basic education students first;

6 (ii) As a class, special education students are entitled to the
7 full basic education allocation; and

8 (iii) Special education students are basic education students for
9 the entire school day.

10 (b) The superintendent of public instruction shall continue to
11 implement the full cost method of excess cost accounting, as designed
12 by the committee and recommended by the superintendent, pursuant to
13 section 501(1)(k), chapter 372, Laws of 2006.

14 (3) Each fiscal year appropriation includes such funds as are
15 necessary to complete the school year ending in the fiscal year and for
16 prior fiscal year adjustments.

17 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent
18 shall allocate funding to school district programs for special
19 education students as provided in RCW 28A.150.390, except that the
20 calculation of the base allocation also includes allocations (~~for~~
21 ~~increased instructional hours for grades seven through twelve as~~)
22 provided under section 502(~~(12)~~(b), which enhancement is) for parent
23 involvement coordinators in prototypical elementary schools as provided
24 under section 502(4); and guidance counselors in prototypical middle
25 and high schools as provided under section 502(2)(a), which
26 enhancements are within the program of basic education.

27 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
28 allocate funding to school district programs for special education
29 students as provided in section 507, chapter 50, Laws of 2011 1st sp.
30 sess., as amended.

31 (5) The following applies throughout this section: The definitions
32 for enrollment and enrollment percent are as specified in RCW
33 28A.150.390(3). Each district's general fund--state funded special
34 education enrollment shall be the lesser of the district's actual
35 enrollment percent or 12.7 percent.

36 (6) At the request of any interdistrict cooperative of at least 15
37 districts in which all excess cost services for special education
38 students of the districts are provided by the cooperative, the maximum

1 enrollment percent shall be calculated in accordance with RCW
2 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
3 rather than individual district units. For purposes of this
4 subsection, the average basic education allocation per full-time
5 equivalent student shall be calculated in the aggregate rather than
6 individual district units.

7 (7) (~~(\$22,263,000)~~) \$17,578,000 of the general fund--state
8 appropriation for fiscal year 2014, (~~(\$34,392,000)~~) \$29,948,000 of the
9 general fund--state appropriation for fiscal year 2015, and \$29,574,000
10 of the general fund--federal appropriation are provided solely for
11 safety net awards for districts with demonstrated needs for special
12 education funding beyond the amounts provided in subsection (4) of this
13 section. If the federal safety net awards based on the federal
14 eligibility threshold exceed the federal appropriation in this
15 subsection (7) in any fiscal year, the superintendent shall expend all
16 available federal discretionary funds necessary to meet this need. At
17 the conclusion of each school year, the superintendent shall recover
18 safety net funds that were distributed prospectively but for which
19 districts were not subsequently eligible.

20 (a) For the 2013-14 and 2014-15 school years, safety net funds
21 shall be awarded by the state safety net oversight committee as
22 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

23 (b) The office of the superintendent of public instruction shall
24 make award determinations for state safety net funding in August of
25 each school year. Determinations on school district eligibility for
26 state safety net awards shall be based on analysis of actual
27 expenditure data from the current school year.

28 (8) A maximum of \$678,000 may be expended from the general fund--
29 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
30 full-time equivalent aides at children's orthopedic hospital and
31 medical center. This amount is in lieu of money provided through the
32 home and hospital allocation and the special education program.

33 (9) The superintendent shall maintain the percentage of federal
34 flow-through to school districts at 85 percent. In addition to other
35 purposes, school districts may use increased federal funds for high-
36 cost students, for purchasing regional special education services from
37 educational service districts, and for staff development activities
38 particularly relating to inclusion issues.

1 (10) A school district may carry over from one year to the next
2 year up to 10 percent of the general fund--state funds allocated under
3 this program; however, carryover funds shall be expended in the special
4 education program.

5 (11) \$252,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$252,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for two additional full-time
8 equivalent staff to support the work of the safety net committee and to
9 provide training and support to districts applying for safety net
10 awards.

11 (12) \$50,000 of the general fund--state appropriation for fiscal
12 year 2014(~~(, \$50,000 of the general fund--state appropriation for~~
13 ~~fiscal year 2015,)) and ((\$100,000)) \$50,000 of the general fund--
14 federal appropriation shall be expended to support a special education
15 ombudsman program within the office of superintendent of public
16 instruction.~~

17 (13) Beginning in fiscal year 2015, the superintendent of public
18 instruction must enter into an interagency agreement with the office of
19 the education ombuds to provide special education ombuds services. Up
20 to \$50,000 of the general fund--federal appropriation may be used for
21 this purpose.

22 **Sec. 506.** 2013 2nd sp.s. c 4 s 508 (uncodified) is amended to read
23 as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
25 **DISTRICTS**

26	General Fund--State Appropriation (FY 2014)	((\$8,143,000))
27		<u>\$8,121,000</u>
28	General Fund--State Appropriation (FY 2015)	((\$8,151,000))
29		<u>\$8,124,000</u>
30	TOTAL APPROPRIATION	((\$16,294,000))
31		<u>\$16,245,000</u>

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

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

1 (2) Funding within this section is provided for regional
2 professional development related to mathematics and science curriculum
3 and instructional strategies aligned with common core state standards
4 and next generation science standards. Funding shall be distributed
5 among the educational service districts in the same proportion as
6 distributions in the 2007-2009 biennium. Each educational service
7 district shall use this funding solely for salary and benefits for a
8 certificated instructional staff with expertise in the appropriate
9 subject matter and in professional development delivery, and for
10 travel, materials, and other expenditures related to providing regional
11 professional development support.

12 (3) The educational service districts, at the request of the state
13 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may
14 receive and screen applications for school accreditation, conduct
15 school accreditation site visits pursuant to state board of education
16 rules, and submit to the state board of education post-site visit
17 recommendations for school accreditation. The educational service
18 districts may assess a cooperative service fee to recover actual plus
19 reasonable indirect costs for the purposes of this subsection.

20 **Sec. 507.** 2013 2nd sp.s. c 4 s 509 (uncodified) is amended to read
21 as follows:

22 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
23 **ASSISTANCE**

24	General Fund--State Appropriation (FY 2014)	((\$311,174,000))
25		<u>\$311,882,000</u>
26	General Fund--State Appropriation (FY 2015)	((\$335,533,000))
27		<u>\$340,444,000</u>
28	TOTAL APPROPRIATION	((\$646,707,000))
29		<u>\$652,326,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations: For purposes of RCW 84.52.0531, the
32 increase per full-time equivalent student is 4.914 percent from the
33 2012-13 school year to the 2013-14 school year and 4.914 percent from
34 the 2013-14 school year to the 2014-15 school year.

35 **Sec. 508.** 2013 2nd sp.s. c 4 s 510 (uncodified) is amended to read
36 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
2 **EDUCATION PROGRAMS**

3	General Fund--State Appropriation (FY 2014)	((\$15,291,000))
4		<u>\$13,968,000</u>
5	General Fund--State Appropriation (FY 2015)	((\$15,493,000))
6		<u>\$13,964,000</u>
7	TOTAL APPROPRIATION	((\$30,784,000))
8		<u>\$27,932,000</u>

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

11 (1) Each general fund--state fiscal year appropriation includes
12 such funds as are necessary to complete the school year ending in the
13 fiscal year and for prior fiscal year adjustments.

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

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

23 (4) The funded staffing ratios for education programs for juveniles
24 age 18 or less in department of corrections facilities shall be the
25 same as those provided in the 1997-99 biennium.

26 (5) ((~~\$1,070,000~~)) \$569,000 of the general fund--state
27 appropriation for fiscal year 2014 and ((~~\$1,070,000~~)) \$569,000 of the
28 general fund--state appropriation for fiscal year 2015 are provided
29 solely to maintain at least one certificated instructional staff and
30 related support services at an institution whenever the K-12 enrollment
31 is not sufficient to support one full-time equivalent certificated
32 instructional staff to furnish the educational program. The following
33 types of institutions are included: Residential programs under the
34 department of social and health services for developmentally disabled
35 juveniles, programs for juveniles under the department of corrections,
36 programs for juveniles under the juvenile rehabilitation
37 administration, and programs for juveniles operated by city and county
38 jails.

1 (6) Ten percent of the funds allocated for each institution may be
2 carried over from one year to the next.

3 **Sec. 509.** 2013 2nd sp.s. c 4 s 511 (uncodified) is amended to read
4 as follows:

5 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

6	General Fund--State Appropriation (FY 2014)((\$9,555,000))
7		<u>\$9,539,000</u>
8	General Fund--State Appropriation (FY 2015)((\$9,677,000))
9		<u>\$9,685,000</u>
10	TOTAL APPROPRIATION((\$19,232,000))
11		<u>\$19,224,000</u>

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

14 (1) Each general fund fiscal year appropriation includes such funds
15 as are necessary to complete the school year ending in the fiscal year
16 and for prior fiscal year adjustments.

17 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
18 shall allocate funding to school district programs for highly capable
19 students as provided in RCW 28A.150.260(10)(c). In calculating the
20 allocations, the superintendent shall assume the following: (i)
21 Additional instruction of 2.1590 hours per week per funded highly
22 capable program student; (ii) fifteen highly capable program students
23 per teacher; (iii) 36 instructional weeks per year; (iv) 900
24 instructional hours per teacher; and (v) the district's average staff
25 mix and compensation rates as provided in sections 503 and 504 of this
26 act.

27 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
28 allocate funding to school districts programs for highly capable
29 students as provided in section 511, chapter 50, Laws of 2011 1st sp.
30 sess., as amended.

31 (3) \$85,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$85,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the centrum program at Fort
34 Worden state park.

35 **Sec. 510.** 2013 2nd sp.s. c 4 s 512 (uncodified) is amended to read
36 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO**
 2 **CHILD LEFT BEHIND ACT**
 3 General Fund--Federal Appropriation ((~~\$4,052,000~~))
 4 \$4,302,000

5 **Sec. 511.** 2013 2nd sp.s. c 4 s 513 (uncodified) is amended to read
 6 as follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
 8 **PROGRAMS**

9 General Fund--State Appropriation (FY 2014) ((~~\$121,840,000~~))
 10 \$114,340,000
 11 General Fund--State Appropriation (FY 2015) ((~~\$104,524,000~~))
 12 \$101,537,000
 13 General Fund--Federal Appropriation ((~~\$206,234,000~~))
 14 \$217,806,000
 15 General Fund--Private/Local Appropriation \$4,002,000
 16 Education Legacy Trust Account--State Appropriation . . ((~~\$1,599,000~~))
 17 \$1,597,000
 18 TOTAL APPROPRIATION ((~~\$438,199,000~~))
 19 \$439,282,000

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

22 (1)(a) ((~~\$44,575,000~~)) \$38,031,000 of the general fund--state
 23 appropriation for fiscal year 2014, ((~~\$27,134,000~~)) \$22,806,000 of the
 24 general fund--state appropriation for fiscal year 2015, \$1,350,000 of
 25 the education legacy trust account--state appropriation, and
 26 \$15,868,000 of the general fund--federal appropriation are provided
 27 solely for development and implementation of the Washington state
 28 assessment system, including: (i) Development and implementation of
 29 retake assessments for high school students who are not successful in
 30 one or more content areas and (ii) development and implementation of
 31 alternative assessments or appeals procedures to implement the
 32 certificate of academic achievement. The superintendent of public
 33 instruction shall report quarterly on the progress on development and
 34 implementation of alternative assessments or appeals procedures.
 35 Within these amounts, the superintendent of public instruction shall
 36 contract for the early return of 10th grade student assessment results,

1 on or around June 10th of each year. State funding to districts shall
2 be limited to one collection of evidence payment per student, per
3 content-area assessment.

4 (b) The superintendent of public instruction shall modify the
5 statewide student assessment system and implement assessments developed
6 with a multistate consortium beginning in the 2014-15 school year to
7 assess student proficiency on the standards adopted under RCW
8 28A.655.071 and including the provisions of House Bill No. 1450.

9 (c) Within the amounts provided in this section, the superintendent
10 of public instruction shall develop and administer the biology
11 collection of evidence.

12 (d) Within the amounts provided in this section, the superintendent
13 of public instruction shall create an alternative assessment for
14 students with the most significant cognitive challenges that is aligned
15 to the common core state standards.

16 (2) \$356,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$356,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for the Washington state
19 leadership and assistance for science education reform (LASER) regional
20 partnership activities coordinated at the Pacific science center,
21 including instructional material purchases, teacher and principal
22 professional development, and school and community engagement events.

23 (3) \$5,851,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$3,935,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for implementation of a new
26 performance-based evaluation for certificated educators and other
27 activities as provided in chapter 235, Laws of 2010 (education reform)
28 and chapter 35, Laws of 2012 (certificated employee evaluations).

29 (4)(a) (~~(\$45,263,000)~~) \$44,879,000 of the general fund--state
30 appropriation for fiscal year 2014 and (~~(\$49,673,000)~~) \$48,746,000 of
31 the general fund--state appropriation for fiscal year 2015 are provided
32 solely for the following bonuses for teachers who hold valid, unexpired
33 certification from the national board for professional teaching
34 standards and who are teaching in a Washington public school, subject
35 to the following conditions and limitations:

36 (i) For national board certified teachers, a bonus of \$5,090 per
37 teacher in the 2013-14 and 2014-15 school years;

1 (ii) An additional \$5,000 annual bonus shall be paid to national
2 board certified teachers who teach in either: (A) High schools where
3 at least 50 percent of student headcount enrollment is eligible for
4 federal free or reduced price lunch, (B) middle schools where at least
5 60 percent of student headcount enrollment is eligible for federal free
6 or reduced price lunch, or (C) elementary schools where at least 70
7 percent of student headcount enrollment is eligible for federal free or
8 reduced price lunch;

9 (iii) The superintendent of public instruction shall adopt rules to
10 ensure that national board certified teachers meet the qualifications
11 for bonuses under (a)(ii) of this subsection for less than one full
12 school year receive bonuses in a pro-rated manner. All bonuses in
13 (a)(i) and (ii) of this subsection will be paid in July of each school
14 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced
15 by a factor of 40 percent for first year NBPTS certified teachers, to
16 reflect the portion of the instructional school year they are
17 certified; and

18 (iv) During the 2013-14 and 2014-15 school years, and within
19 available funds, certificated instructional staff who have met the
20 eligibility requirements and have applied for certification from the
21 national board for professional teaching standards may receive a
22 conditional loan of two thousand dollars or the amount set by the
23 office of the superintendent of public instruction to contribute toward
24 the current assessment fee, not including the initial up-front
25 candidacy payment. The fee shall be an advance on the first annual
26 bonus under RCW 28A.405.415. The conditional loan is provided in
27 addition to compensation received under a district's salary schedule
28 and shall not be included in calculations of a district's average
29 salary and associated salary limitation under RCW 28A.400.200.
30 Recipients who fail to receive certification after three years are
31 required to repay the conditional loan. The office of the
32 superintendent of public instruction shall adopt rules to define the
33 terms for initial grant of the assessment fee and repayment, including
34 applicable fees. To the extent necessary, the superintendent may use
35 revenues from the repayment of conditional loan scholarships to ensure
36 payment of all national board bonus payments required by this section
37 in each school year.

1 (5) \$477,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$477,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the leadership internship
4 program for superintendents, principals, and program administrators.

5 (6) \$950,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$950,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the Washington reading corps.
8 The superintendent shall allocate reading corps members to low-
9 performing schools and school districts that are implementing
10 comprehensive, proven, research-based reading programs. Two or more
11 schools may combine their Washington reading corps programs.

12 (7) \$810,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$810,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the development of a
15 leadership academy for school principals and administrators. The
16 superintendent of public instruction shall contract with an independent
17 organization to operate a state-of-the-art education leadership academy
18 that will be accessible throughout the state. Semiannually the
19 independent organization shall report on amounts committed by
20 foundations and others to support the development and implementation of
21 this program. Leadership academy partners shall include the state
22 level organizations for school administrators and principals, the
23 superintendent of public instruction, the professional educator
24 standards board, and others as the independent organization shall
25 identify.

26 (8) \$2,000,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$2,000,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for a statewide information
29 technology (IT) academy program. This public-private partnership will
30 provide educational software, as well as IT certification and software
31 training opportunities for students and staff in public schools.

32 (9) \$1,277,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$1,277,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for secondary career and technical
35 education grants pursuant to chapter 170, Laws of 2008. If equally
36 matched by private donations, \$300,000 of the 2014 appropriation and
37 \$300,000 of the 2015 appropriation shall be used to support FIRST
38 robotics programs. Of the amounts in this subsection, \$100,000 of the

1 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015
2 appropriation are provided solely for the purpose of statewide
3 supervision activities for career and technical education student
4 leadership organizations.

5 (10) \$125,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$125,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for (a) staff at the office of the
8 superintendent of public instruction to coordinate and promote efforts
9 to develop integrated math, science, technology, and engineering
10 programs in schools and districts across the state; and (b) grants of
11 \$2,500 to provide twenty middle and high school teachers each year with
12 professional development training for implementing integrated math,
13 science, technology, and engineering programs in their schools.

14 (11) \$135,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$135,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for science, technology,
17 engineering and mathematics lighthouse projects, consistent with
18 chapter 238, Laws of 2010.

19 (12) \$1,000,000 of the general fund--state appropriation for fiscal
20 year 2014 and (~~(\$1,000,000)~~) \$3,000,000 of the general fund--state
21 appropriation for fiscal year 2015 are provided solely for a beginning
22 educator support program. School districts and/or regional consortia
23 may apply for grant funding. The superintendent shall implement this
24 program in 5 to 15 school districts and/or regional consortia. The
25 program provided by a district and/or regional consortia shall include:
26 A paid orientation; assignment of a qualified mentor; development of a
27 professional growth plan for each beginning teacher aligned with
28 professional certification; release time for mentors and new teachers
29 to work together; and teacher observation time with accomplished peers.
30 \$250,000 may be used to provide statewide professional development
31 opportunities for mentors and beginning educators.

32 (13) \$250,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$250,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for advanced project lead the way
35 courses at ten high schools. To be eligible for funding in 2014, a
36 high school must have offered a foundational project lead the way
37 course during the 2012-13 school year. The 2014 funding must be used
38 for one-time start-up course costs for an advanced project lead the way

1 course, to be offered to students beginning in the 2013-14 school year.
2 To be eligible for funding in 2015, a high school must have offered a
3 foundational project lead the way course during the 2013-14 school
4 year. The 2015 funding must be used for one-time start-up course costs
5 for an advanced project lead the way course, to be offered to students
6 beginning in the 2014-15 school year. The office of the superintendent
7 of public instruction and the education research and data center at the
8 office of financial management shall track student participation and
9 long-term outcome data.

10 (14) \$300,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$300,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for annual start-up grants for
13 aerospace and manufacturing technical programs housed at four skill
14 centers. The grants are provided for start-up equipment and curriculum
15 purchases. To be eligible for funding, the skill center must agree to
16 provide regional high schools with access to a technology laboratory,
17 expand manufacturing certificate and course offerings at the skill
18 center, and provide a laboratory space for local high school teachers
19 to engage in professional development in the instruction of courses
20 leading to student employment certification in the aerospace and
21 manufacturing industries. Once a skill center receives a start-up
22 grant, it is ineligible for additional start-up funding in the
23 following school year. The office of the superintendent of public
24 instruction shall administer the grants in consultation with the center
25 for excellence for aerospace and advanced materials manufacturing.

26 (15) \$150,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$150,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for annual start-up grants to six
29 high schools to implement the aerospace assembler program.
30 Participating high schools must agree to offer the aerospace assembler
31 training program to students by spring semester of school year 2013-14.
32 Once a high school receives a start-up grant, it is ineligible for
33 additional start-up funding in the following school year. The office
34 of the superintendent of public instruction and the education research
35 and data center at the office of financial management shall track
36 student participation and long-term outcome data.

37 (16) \$10,000,000 of the general fund--state appropriation for
38 fiscal year 2014 and (~~(\$5,000,000)~~) \$5,027,000 of the general fund--

1 state appropriation for fiscal year 2015 are provided solely for the
2 provision of training for teachers in the performance-based teacher
3 principal evaluation program. Of the amounts appropriated in this
4 subsection, \$5,000,000 for fiscal year 2014 is a one-time
5 appropriation, and \$27,000 for fiscal year 2015 is a one-time
6 appropriation provided solely for the office of the superintendent of
7 public instruction to include foundational elements of cultural
8 competence that are aligned with standards developed by the
9 professional educator standards board within the content of the
10 training.

11 (17) \$3,600,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$6,681,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for the implementation of
14 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing
15 schools). If the bill is not enacted by June 30, 2013, the amounts
16 provided in this subsection shall lapse.

17 (18) \$100,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$100,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely to promote the financial literacy
20 of students. The effort will be coordinated through the financial
21 literacy public-private partnership.

22 (19) \$109,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$99,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the office of the
25 superintendent of public instruction to implement a youth dropout
26 prevention program that incorporates partnerships between community-
27 based organizations, schools, food banks and farms or gardens. The
28 office of the superintendent of public instruction shall select one
29 school district that must partner with an organization that is
30 operating an existing similar program and that also has the ability to
31 serve at least 40 students. Of the amount appropriated in this
32 subsection, up to \$10,000 may be used by the office of the
33 superintendent of public instruction for administration of the program.

34 (20) (~~(\$2,399,000)~~) \$1,827,000 of the general fund--state
35 appropriation for fiscal year 2014 and (~~(\$2,035,000)~~) \$2,194,000 of the
36 general fund--state appropriation for fiscal year 2015 are provided
37 solely to implement Engrossed Substitute Senate Bill No. 5946

1 (strengthening student educational outcomes). If the bill is not
2 enacted by June 30, 2013, the amounts provided in this subsection shall
3 lapse.

4 (21) \$1,110,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$1,061,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for chapter 184, Laws of 2013
7 (Second Substitute House Bill No. 1642) (academic acceleration). Of
8 the amount appropriated in this section, forty-nine thousand is
9 provided as one-time funding.

10 (22) \$44,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for Substitute Senate Bill No. 6074
12 (homeless student educational outcomes). If the bill is not enacted by
13 June 30, 2014, the amount provided in this subsection shall lapse.

14 (23) \$83,000 of the general fund--state appropriation for fiscal
15 year 2015 is provided solely for Second Substitute Senate Bill No. 6163
16 (expanded learning). If the bill is not enacted by June 30, 2014, the
17 amount provided in this subsection shall lapse.

18 (24) \$21,000 of the general fund--state appropriation for fiscal
19 year 2015 is provided solely for Senate Bill No. 6424 (biliteracy
20 seal). If the bill is not enacted by June 30, 2014, the amount
21 provided in this subsection shall lapse.

22 **Sec. 512.** 2013 2nd sp.s. c 4 s 514 (uncodified) is amended to read
23 as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
25 **BILINGUAL PROGRAMS**

26	General Fund--State Appropriation (FY 2014)	((\$95,500,000))
27		<u>\$97,796,000</u>
28	General Fund--State Appropriation (FY 2015)	((\$106,120,000))
29		<u>\$110,084,000</u>
30	General Fund--Federal Appropriation	((\$71,016,000))
31		<u>\$72,116,000</u>
32	TOTAL APPROPRIATION	((\$272,636,000))
33		<u>\$279,996,000</u>

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

36 (1) Each general fund fiscal year appropriation includes such funds

1 as are necessary to complete the school year ending in the fiscal year
2 and for prior fiscal year adjustments.

3 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
4 shall allocate funding to school districts for transitional bilingual
5 programs under RCW 28A.180.010 through 28A.180.080, including programs
6 for exited students, as provided in RCW 28A.150.260(10)(b) and the
7 provisions of this section. In calculating the allocations, the
8 superintendent shall assume the following averages: (i) Additional
9 instruction of 4.7780 hours per week per transitional bilingual program
10 student in grades kindergarten through twelve in school years 2013-14
11 and 2014-15; (ii) additional instruction of 3.0000 hours per week in
12 school year 2013-14 for the head count number of students who have
13 exited the transitional bilingual instruction program within the
14 previous school year based on their performance on the English
15 proficiency assessment; (iii) additional instruction of 3.0000 hours
16 per week in school year 2014-15 for the head count number of students
17 who have exited the transitional bilingual instruction program within
18 the previous two years based on their performance on the English
19 proficiency assessment; (iv) fifteen transitional bilingual program
20 students per teacher; (v) 36 instructional weeks per year; (vi) 900
21 instructional hours per teacher; and (vii) the district's average staff
22 mix and compensation rates as provided in sections 503 and 504 of this
23 act.

24 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
25 allocate funding to school districts for transitional bilingual
26 instruction programs as provided in section 514, chapter 50, Laws of
27 2011 1st sp. sess., as amended.

28 (3) The superintendent may withhold allocations to school districts
29 in subsection (2) of this section solely for the central provision of
30 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
31 following amounts: (~~(1.76)~~) 1.70 percent for school year 2013-14 and
32 (~~(1.59)~~) 1.53 percent for school year 2014-15.

33 (4) The general fund--federal appropriation in this section is for
34 migrant education under Title I Part C and English language
35 acquisition, and language enhancement grants under Title III of the
36 elementary and secondary education act.

37 (5) \$35,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$35,000 of the general fund--state appropriation for
2 fiscal year 2015 are provided solely to track current and former
3 transitional bilingual program students.

4 **Sec. 513.** 2013 2nd sp.s. c 4 s 515 (uncodified) is amended to read
5 as follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
7 **ASSISTANCE PROGRAM**

8	General Fund--State Appropriation (FY 2014)	((\$196,356,000))
9		<u>\$194,728,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$218,335,000))
11		<u>\$214,877,000</u>
12	General Fund--Federal Appropriation	((\$448,434,000))
13		<u>\$450,534,000</u>
14	TOTAL APPROPRIATION	((\$863,125,000))
15		<u>\$860,139,000</u>

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

18 (1) The general fund--state appropriations in this section are
19 subject to the following conditions and limitations:

20 (a) The appropriations include such funds as are necessary to
21 complete the school year ending in the fiscal year and for prior fiscal
22 year adjustments.

23 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent
24 shall allocate funding to school districts for learning assistance
25 programs as provided in RCW 28A.150.260(10)(a), except that the
26 allocation for the additional instructional hours shall be enhanced as
27 provided in this section, which enhancements are within the program of
28 the basic education. In calculating the allocations, the
29 superintendent shall assume the following averages: (A) Additional
30 instruction of 2.3975 hours per week per funded learning assistance
31 program student for the 2013-14 school year and the 2014-15 school
32 year; (B) fifteen learning assistance program students per teacher; (C)
33 36 instructional weeks per year; (D) 900 instructional hours per
34 teacher; and (E) the district's average staff mix and compensation
35 rates as provided in sections 503 and 504 of this act.

36 (ii) From July 1, 2013, to August 31, 2013, the superintendent

1 shall allocate funding to school districts for learning assistance
2 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.
3 sess., as amended.

4 (c) A school district's funded students for the learning assistance
5 program shall be the sum of the district's full-time equivalent
6 enrollment in grades K-12 for the prior school year multiplied by the
7 district's percentage of October headcount enrollment in grades K-12
8 eligible for free or reduced price lunch in the prior school year.
9 Starting with the allocation for the 2014-15 school year, the prior
10 school year's October headcount enrollment for free and reduced price
11 lunch shall be as reported in the comprehensive education data and
12 research system.

13 (2) Allocations made pursuant to subsection (1) of this section
14 shall be adjusted to reflect ineligible applications identified through
15 the annual income verification process required by the national school
16 lunch program, as recommended in the report of the state auditor on the
17 learning assistance program dated February, 2010.

18 (3) The general fund--federal appropriation in this section is
19 provided for Title I Part A allocations of the no child left behind act
20 of 2001.

21 (4) A school district may carry over from one year to the next up
22 to 10 percent of the general fund--state funds allocated under this
23 program; however, carryover funds shall be expended for the learning
24 assistance program.

25 **Sec. 514.** 2013 2nd sp.s. c 4 s 516 (uncodified) is amended to read
26 as follows:

27 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

28 (1) Amounts distributed to districts by the superintendent through
29 part V of this act are for allocations purposes only, unless specified
30 by part V of this act, and do not entitle a particular district,
31 district employee, or student to a specific service, beyond what has
32 been expressly provided in statute. Part V of this act restates the
33 requirements of various sections of Title 28A RCW. If any conflict
34 exists, the provisions of Title 28A RCW control unless this act
35 explicitly states that it is providing an enhancement. Any amounts
36 provided in part V of this act in excess of the amounts required by

1 Title 28A RCW provided in statute, are not within the program of basic
2 education unless clearly stated by this act.

3 (2) To the maximum extent practicable, when adopting new or revised
4 rules or policies relating to the administration of allocations in part
5 V of this act that result in fiscal impact, the office of the
6 superintendent of public instruction shall attempt to seek legislative
7 approval through the budget request process.

8 (3) Appropriations made in this act to the office of the
9 superintendent of public instruction shall initially be allotted as
10 required by this act. Subsequent allotment modifications shall not
11 include transfers of moneys between sections of this act, except as
12 expressly provided in subsection (4) of this section.

13 (4) The appropriations to the office of the superintendent of
14 public instruction in this act shall be expended for the programs and
15 amounts specified in this act. However, after May 1, 2014, unless
16 specifically prohibited by this act and after approval by the director
17 of financial management, the superintendent of public instruction may
18 transfer state general fund appropriations for fiscal year 2014 among
19 the following programs to meet the apportionment schedule for a
20 specified formula in another of these programs: General apportionment;
21 employee compensation adjustments; pupil transportation; special
22 education programs; institutional education programs; transitional
23 bilingual programs; highly capable; and learning assistance programs.

24 (5) The director of financial management shall notify the
25 appropriate legislative fiscal committees in writing prior to approving
26 any allotment modifications or transfers under this section.

27 (6) As required by RCW 28A.710.110, the office of the
28 superintendent of public instruction shall transmit the charter school
29 authorizer oversight fee for the charter school commission to the
30 charter school oversight account.

31 NEW SECTION. Sec. 515. A new section is added to 2013 2nd sp.s.
32 c 4 (uncodified) to read as follows:

33 **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

34	General Fund--State Appropriation (FY 2014)	\$466,000
35	General Fund--State Appropriation (FY 2015)	\$556,000
36	Charter School Oversight Account--State Appropriation	\$17,000
37	TOTAL APPROPRIATION	\$1,039,000

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

3 (1) \$125,000 of the general fund--state appropriation for fiscal
4 year 2014 is provided solely for the office of the attorney general
5 costs related to *League of Women Voters v. State of Washington*.

6 (2) \$137,000 of the general fund--state appropriation for fiscal
7 year 2015 is provided solely for charter school evaluation and
8 oversight.

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 2013 2nd sp.s. c 4 s 602 (uncodified) is amended to read as follows:

(1) Within the amounts appropriated in this act and chapter 1, Laws of 2013 3rd sp. sess. (aerospace industry appropriations), each institution of higher education is expected to enroll and educate at least the following numbers of full-time equivalent state-supported students per academic year:

	2013-14	2014-15
	Annual Average	Annual Average
University of Washington	37,162	37,162
Washington State University	22,228	((22,228)) <u>22,538</u>
Central Washington University	9,105	9,105
Eastern Washington University	8,734	8,734
The Evergreen State College	((4,335)) <u>4,213</u>	((4,335)) <u>4,213</u>
Western Washington University	((12,710)) <u>11,762</u>	((12,710)) <u>11,762</u>
State Board for Community & Technical Colleges		
Adult Students	139,237	((139,237)) <u>139,927</u>
Running Start Students	11,558	11,558

(2) In achieving or exceeding these enrollment targets, each institution shall seek to:

(a) Maintain and to the extent possible increase enrollment opportunities at branch campuses;

(b) Maintain and to the extent possible increase enrollment opportunities at university centers and other partnership programs that enable students to earn baccalaureate degrees on community college campuses; and

(c) Eliminate and consolidate programs of study for which there is limited student or employer demand, or that are not areas of core

1 academic strength for the institution, particularly when such programs
2 duplicate offerings by other in-state institutions.

3 (3) For purposes of monitoring and reporting statewide enrollment,
4 the University of Washington and Washington State University shall
5 notify the office of financial management of the number of full-time
6 student equivalent enrollments budgeted for each of their campuses.

7 **Sec. 602.** 2013 2nd sp.s. c 4 s 603 (uncodified) is amended to read
8 as follows:

9 **PUBLIC BACCALAUREATE INSTITUTIONS**

10 (1) In order to operate within the state funds appropriated in this
11 act, the governing boards of the state research universities, the state
12 regional universities, and The Evergreen State College are authorized
13 to adopt and adjust tuition and fees for the 2013-14 and 2014-15
14 academic years as provided in this section.

15 (2) For the purposes of chapter 28B.15 RCW, the omnibus
16 appropriations act assumes no increase of tuition levels for resident
17 undergraduate students over the amounts charged to resident
18 undergraduate students for the prior year.

19 (3) Appropriations in sections 606 through 611 of this act are
20 sufficient to maintain resident undergraduate tuition levels at the
21 levels charged to resident undergraduate students during the 2012-13
22 academic year. As a result, for the 2013-14 and 2014-15 academic
23 years, the institutions of higher education shall not adopt resident
24 undergraduate tuition levels that are greater than the tuition levels
25 assumed in subsection (2) of this section. (~~For the 2014-15 academic~~
26 ~~year, the institutions of higher education are authorized to adopt~~
27 ~~tuition levels for resident undergraduate students that are less than,~~
28 ~~equal to, or greater than tuition levels assumed in the omnibus~~
29 ~~appropriations act in subsection (2) of this section. However, to the~~
30 ~~extent that tuition levels exceed the tuition levels assumed in~~
31 ~~subsection (2) of this section the institution of higher education~~
32 ~~shall be subject to the conditions and limitations provided in RCW~~
33 ~~28B.15.102-.)~~)

34 (4) Each governing board is authorized to increase tuition charges
35 to graduate and professional students, and to nonresident undergraduate
36 students, by amounts judged reasonable and necessary by the governing
37 board.

1 (5) Each governing board is authorized to increase summer quarter
2 or semester tuition fees for resident and nonresident undergraduate,
3 graduate, and professional students pursuant to RCW 28B.15.067.

4 (6) Each governing board is authorized to adopt or increase charges
5 for fee-based, self-sustaining degree programs, credit courses,
6 noncredit workshops and courses, and special contract courses by
7 amounts judged reasonable and necessary by the governing board.

8 (7) Each governing board is authorized to adopt or increase
9 services and activities fees for all categories of students as provided
10 in RCW 28B.15.069.

11 (8) Each governing board is authorized to adopt or increase
12 technology fees as provided in RCW 28B.15.069.

13 (9) Each governing board is authorized to adopt or increase special
14 course and lab fees, and health and counseling fees, to the extent
15 necessary to cover the reasonable and necessary exceptional cost of the
16 course or service.

17 (10) Each governing board is authorized to adopt or increase
18 administrative fees such as, but not limited to, those charged for
19 application, matriculation, special testing, and transcripts by amounts
20 judged reasonable and necessary by the governing board.

21 (11) The state universities, the regional universities, and The
22 Evergreen State College must accept the transfer of college-level
23 courses taken by running start students if a student seeking a transfer
24 of the college-level courses has been admitted to the state university,
25 the regional university, or The Evergreen State College, and if the
26 college-level courses are recognized as transferrable by the admitting
27 institution of higher education.

28 (12) Appropriations in sections 606 through 611 of this act are
29 sufficient to implement 2013-2015 collective bargaining agreements at
30 institutions of higher education negotiated under chapter 41.80 RCW.
31 The institutions may also use these funds for any other purpose
32 including restoring prior compensation reductions, increasing
33 compensation, and implementing other collective bargaining agreements.

34 **Sec. 603.** 2013 2nd sp.s. c 4 s 604 (uncodified) is amended to read
35 as follows:

36 **STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

1 (1) In order to operate within the state funds appropriated in this
2 act, the state board is authorized to adopt and adjust tuition and fees
3 for the 2013-14 and 2014-15 academic years as provided in this section.

4 (2) For the purposes of chapter 28B.15 RCW, appropriations in the
5 omnibus appropriations act assumes no increase in tuition levels for
6 resident undergraduate students over the amounts charged to resident
7 undergraduate students for the prior year. ~~((For the 2014-15 academic
8 year, the state board is authorized to adopt tuition levels for
9 resident undergraduate students that are less than, equal to, or
10 greater than tuition levels assumed in the omnibus appropriations act
11 in this subsection. However, to the extent that tuition levels exceed
12 the tuition levels assumed in this subsection, the state board shall
13 retain an additional one percent of operating fees above what is
14 already retained pursuant to RCW 28B.15.031 for the purposes of RCW
15 28B.15.820. For the 2013-2015 fiscal biennium, when expending this
16 additional retained amount, the community and technical colleges are
17 subject to the conditions and limitations in RCW 28B.15.102.))~~
18 Appropriations in section 604 of this act are sufficient to maintain
19 resident undergraduate tuition levels at the levels charged to resident
20 undergraduate students during the 2012-13 academic year.

21 (3) For the 2013-14 and 2014-15 academic years, the state board may
22 increase tuition fees charged to resident undergraduates enrolled in
23 upper division applied baccalaureate programs as specified in
24 subsection (2) of this section.

25 (4) Appropriations in section 605 include the restoration of the
26 three percent reduction in compensation costs taken in the 2011-2013
27 fiscal biennium. This funding is sufficient to implement 2013-2015
28 collective bargaining agreements at institutions of higher education
29 negotiated under chapter 41.80 RCW. The colleges may also use the
30 restored funds for any other purpose including restoring prior
31 compensation reductions, increasing compensation, and implementing
32 other collective bargaining agreements.

33 (5) The state board may increase the tuition fees charged to
34 nonresident students by amounts judged reasonable and necessary by the
35 board.

36 (6) The trustees of the technical colleges are authorized to either
37 (a) increase operating fees by no more than the percentage increases

1 authorized for community colleges by the state board; or (b) fully
2 adopt the tuition fee charge schedule adopted by the state board for
3 community colleges.

4 (7) For academic years 2013-14 and 2014-15, the trustees of the
5 technical colleges are authorized to increase building fees by an
6 amount judged reasonable in order to progress toward parity with the
7 building fees charged students attending the community colleges.

8 (8) The state board is authorized to increase the maximum allowable
9 services and activities fees as provided in RCW 28B.15.069. The
10 trustees of the community and technical colleges are authorized to
11 increase services and activities fees up to the maximum level
12 authorized by the state board.

13 (9) The trustees of the community and technical colleges are
14 authorized to adopt or increase charges for fee-based, self-sustaining
15 programs such as summer session, international student contracts, and
16 special contract courses by amounts judged reasonable and necessary by
17 the trustees.

18 (10) The trustees of the community and technical colleges are
19 authorized to adopt or increase special course and lab fees to the
20 extent necessary to cover the reasonable and necessary exceptional cost
21 of the course or service.

22 (11) The trustees of the community and technical colleges are
23 authorized to adopt or increase administrative fees such as but not
24 limited to those charged for application, matriculation, special
25 testing, and transcripts by amounts judged reasonable and necessary by
26 the trustees.

27 **Sec. 604.** 2013 2nd sp.s. c 4 s 605 (uncodified) is amended to read
28 as follows:

29 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

30	General Fund--State Appropriation (FY 2014)	((\$570,262,000))
31		<u>\$569,679,000</u>
32	General Fund--State Appropriation (FY 2015)	((\$568,999,000))
33		<u>\$554,963,000</u>
34	Community/Technical College Capital Projects	
35	Account--State Appropriation	\$17,548,000
36	Education Legacy Trust Account--State	
37	Appropriation	((\$95,373,000))

1 \$95,197,000
2 TOTAL APPROPRIATION ((~~\$1,252,182,000~~))
3 \$1,237,387,000

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

6 (1) \$33,261,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$33,261,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely as special funds for training and
9 related support services, including financial aid, as specified in RCW
10 28C.04.390. Funding is provided to support at least 7,170 full-time
11 equivalent students in fiscal year 2014 and at least 7,170 full-time
12 equivalent students in fiscal year 2015.

13 (2) \$5,450,000 of the education legacy trust account--state
14 appropriation is provided solely for administration and customized
15 training contracts through the job skills program. The state board
16 shall make an annual report by January 1st of each year to the governor
17 and to the appropriate policy and fiscal committees of the legislature
18 regarding implementation of this section, listing the scope of grant
19 awards, the distribution of funds by educational sector and region of
20 the state, and the results of the partnerships supported by these
21 funds.

22 (3) \$100,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$100,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the aerospace center of
25 excellence currently hosted by Everett community college to:

26 (a) Increase statewide communications and outreach between industry
27 sectors, industry organizations, businesses, K-12 schools, colleges,
28 and universities;

29 (b) Enhance information technology to increase business and student
30 accessibility and use of the center's web site; and

31 (c) Act as the information entry point for prospective students and
32 job seekers regarding education, training, and employment in the
33 industry.

34 (4) \$181,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$181,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the opportunity center for
37 employment and education internet technology integration project at
38 north Seattle community college.
39

1 (5) \$255,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$255,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for implementation of a maritime
4 industries training program at south Seattle community college.

5 (6) \$5,250,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$5,250,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the student achievement
8 initiative.

9 (7) \$500,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for implementation of Second Substitute
11 Senate Bill No. 5624 (STEM or career and tech ed). If the bill is not
12 enacted by June 30, 2013, the amount provided in this subsection shall
13 lapse.

14 (8) \$350,000 of the general fund--state appropriation for fiscal
15 year 2015 is provided solely for a pilot project to embed the year up
16 model within community college campuses.

17 (9) \$13,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$168,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for the implementation of
20 Substitute Senate Bill No. 6129 (paraeducator development). If the
21 bill is not enacted by June 30, 2014, the amounts provided in this
22 subsection shall lapse.

23 (10) \$410,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for the mathematics engineering science
25 achievement community college programs.

26 ~~((+8))~~ (11) Community and technical colleges are not required to
27 send mass mailings of course catalogs to residents of their districts.
28 Community and technical colleges shall consider lower cost
29 alternatives, such as mailing postcards or brochures that direct
30 individuals to online information and other ways of acquiring print
31 catalogs.

32 ~~((+9))~~ (12) The state board for community and technical colleges
33 shall not use funds appropriated in this section to support
34 intercollegiate athletics programs.

35 **Sec. 605.** 2013 2nd sp.s. c 4 s 606 (uncodified) is amended to read
36 as follows:

1 **FOR THE UNIVERSITY OF WASHINGTON**

2	General Fund--State Appropriation (FY 2014)	((\$246,897,000))
3		<u>\$247,063,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$245,200,000))
5		<u>\$239,472,000</u>
6	Geoduck Aquaculture Research Account--State	
7	Appropriation	\$300,000
8	Education Legacy Trust Account--State Appropriation	\$13,998,000
9	Economic Development Strategic Reserve Account--	
10	State Appropriation	\$3,000,000
11	Biotoxin Account--State Appropriation	\$390,000
12	Accident Account--State Appropriation	((\$6,741,000))
13		<u>\$6,702,000</u>
14	Medical Aid Account--State Appropriation	((\$6,546,000))
15		<u>\$6,528,000</u>
16	Aquatic Land Enhancement Account--State Appropriation	\$700,000
17	State Toxics Control Account--State Appropriation	\$1,120,000
18	TOTAL APPROPRIATION	((\$524,892,000))
19		<u>\$519,273,000</u>

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

- 22 (1) \$300,000 of the geoduck aquaculture research account--state
23 appropriation is provided solely for the University of Washington sea
24 grant program to commission scientific research studies that examine
25 possible negative and positive effects, including the cumulative
26 effects and the economic contribution, of evolving shellfish
27 aquaculture techniques and practices on Washington's economy and marine
28 ecosystems. The research conducted for the studies is not intended to
29 be a basis for an increase in the number of shellfish harvesting
30 permits available and should be coordinated with any research efforts
31 related to ocean acidification. The University of Washington must
32 submit an annual report detailing any findings and outline the progress
33 of the study, consistent with RCW 43.01.036, to the appropriate
34 legislative committees by December 1st of each year.
- 35 (2) \$52,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$52,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the center for international
38 trade in forest products in the college of forest resources.

1 (3) \$4,459,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$4,459,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for the expansion of computer
4 science and engineering enrollments. The university will work with the
5 education research and data center to establish program baselines and
6 demonstrate enrollment increases. By September 1, 2014, and each
7 September 1st thereafter, the university shall provide a report that
8 provides the specific detail on how these amounts were spent in the
9 preceding fiscal year, including but not limited to the cost per
10 student, student completion rates, and the number of low-income
11 students enrolled in each program, any process changes or best-
12 practices implemented by the college, and how many students are
13 enrolled in computer science and engineering programs above the 2012-
14 2013 academic year baseline.

15 (4) \$3,000,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$3,000,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for creation of a clean energy
18 institute. The institute shall integrate physical sciences and
19 engineering with a research focus on energy storage and solar energy.

20 (5) \$3,000,000 of the economic development strategic reserve
21 account appropriation is provided solely to support the joint center
22 for aerospace innovation technology.

23 (6) Within existing resources the University of Washington may:
24 (a) Form and implement an integrated innovation institute and research,
25 planning, and outreach initiatives at the Olympic national resources
26 center; and (b) accredit a four-year undergraduate forestry program
27 from the society of American foresters. Accreditation may occur in
28 conjunction with reaccreditation of the master of forest resources
29 program.

30 (7) \$700,000 of the aquatic lands enhancement account--state
31 appropriation and \$1,120,000 of the state toxics control account--state
32 appropriation are provided solely for the center on ocean acidification
33 and related work necessary to implement the recommendations of the
34 governor's blue ribbon task force on ocean acidification. The
35 university shall provide staffing for this purpose.

36 (8) \$1,000,000 of the general fund--state appropriation for fiscal
37 year 2015 is provided solely for the institute of protein design to
38 support the commercialization of translational projects.

1 (9) \$400,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for the University of Washington-Tacoma to
3 develop a law school.

4 ((+8)) (10) The University of Washington shall not use funds
5 appropriated in this section to support intercollegiate athletics
6 programs.

7 **Sec. 606.** 2013 2nd sp.s. c 4 s 607 (uncodified) is amended to read
8 as follows:

9 **FOR WASHINGTON STATE UNIVERSITY**

10	General Fund--State Appropriation (FY 2014)	((\$156,616,000))
11		<u>\$156,867,000</u>
12	General Fund--State Appropriation (FY 2015)	((\$157,701,000))
13		<u>\$154,106,000</u>
14	Education Legacy Trust Account--State Appropriation	\$33,995,000
15	TOTAL APPROPRIATION	((\$348,312,000))
16		<u>\$344,968,000</u>

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

19 (1) Within existing resources, Washington State University shall
20 establish an accredited forestry program.

21 (2) \$2,856,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$2,857,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the expansion of computer
24 science and engineering enrollments. The university will work with the
25 education research and data center to establish program baselines and
26 demonstrate enrollment increases. By September 1, 2014, and each
27 September 1st thereafter, the university shall provide a report that
28 provides the specific detail on how these amounts were spent in the
29 preceding fiscal year, including but not limited to the cost per
30 student, student completion rates, and the number of low-income
31 students enrolled in each program, any process changes or best-
32 practices implemented by the college, and how many students are
33 enrolled in computer science and engineering programs above the 2012-
34 2013 academic year baseline.

35 (3) \$25,000 of the general fund--state appropriation for fiscal
36 year 2014 is provided solely for the Ruckelshaus center to collaborate
37 with local governments, the media, and representatives of the public

1 regarding public record requests made to local government. The center
2 shall facilitate meetings and discussions and report to the appropriate
3 committees of the legislature. The report shall include information
4 on:

- 5 (a) Recommendations related to balancing open public records with
6 concerns of local governments related to interfering with the work of
7 the local government;
- 8 (b) Resources necessary to accommodate requests;
- 9 (c) Potential harassment of government employees;
- 10 (d) Potential safety concerns of people named in the record;
- 11 (e) Potentially assisting criminal activity; and
- 12 (f) Other issues brought forward by the participants.

13 The center shall report to the appropriate committees of the
14 legislature by December 15, 2013.

15 (4) \$300,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$300,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the Washington State
18 University agricultural research center to conduct public outreach and
19 education related to nonlethal methods of mitigating conflicts between
20 livestock and large wild carnivores. Of the amounts provided in this
21 subsection, \$200,000 of the general fund--state appropriation for
22 fiscal year 2014 and \$200,000 of the general fund--state appropriation
23 for fiscal year 2015 are provided solely to the center to conduct a
24 detailed analysis of such methods. The amounts appropriated in this
25 subsection may not be subject to an administrative fee or charge, and
26 must be used for costs directly associated with the research and
27 analysis.

28 (5) \$2,400,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$3,600,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for expansion of medical education
31 and biomedical research in Spokane.

32 (6) \$250,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$500,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for state match requirements
35 related to the federal aviation administration grant.

36 ~~((+6))~~ (7) Washington State University shall not use funds
37 appropriated in this section to support intercollegiate athletic
38 programs.

1 General Fund--State Appropriation (FY 2015) ((~~\$29,533,000~~))
2 \$29,487,000
3 Education Legacy Trust Account--State Appropriation \$19,076,000
4 TOTAL APPROPRIATION ((~~\$78,328,000~~))
5 \$78,296,000

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

8 (1) \$25,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for the college of education to conduct a
10 study identifying the duties encompassed in a state-funded teacher's
11 typical work day. The study must include an estimate of the percent of
12 a teacher's typical day that is spent on teaching related duties and
13 the percentage of the teacher's day that is spent on duties that are
14 not directly related to teaching. The university shall submit a report
15 to the appropriate committees of the legislature by December 1, 2013.

16 (2) Amounts appropriated in this section are sufficient for the
17 university to develop a plan to create an online degree granting entity
18 that awards degrees based on an alternative credit model. The
19 university shall submit a final plan by December 1, 2013, to the higher
20 education committees of the legislature.

21 (3) Central Washington University shall not use funds appropriated
22 in this section to support intercollegiate athletics programs.

23 (4) \$1,000,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for the expansion of computer science and
25 engineering enrollments. The university will work with the education
26 research and data center to establish program baselines and demonstrate
27 enrollment increases. By September 1, 2015, and each September 1st
28 thereafter, the university shall provide a report that provides the
29 specific detail on how these amounts were spent in the preceding fiscal
30 year, including but not limited to the cost per student, student
31 completion rates, and the number of low-income students enrolled in
32 each program, any process changes or best-practices implemented by the
33 college, and how many students are enrolled in computer science and
34 engineering programs above the 2013-2014 academic year baseline.

35 **Sec. 609.** 2013 2nd sp.s. c 4 s 610 (uncodified) is amended to read
36 as follows:

1 **FOR THE EVERGREEN STATE COLLEGE**

2	General Fund--State Appropriation (FY 2014)	((\$18,563,000))
3		<u>\$18,351,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$17,911,000))
5		<u>\$17,371,000</u>
6	Education Legacy Trust Account--State Appropriation	\$5,450,000
7	TOTAL APPROPRIATION	((\$41,924,000))
8		<u>\$41,172,000</u>

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

11 ((+3)) (1) \$100,000 of the general fund--state appropriation for
12 fiscal year 2014 and \$50,000 of the general fund--state appropriation
13 for fiscal year 2015 are provided solely for the Washington state
14 institute for public policy to conduct a comprehensive retrospective
15 outcome evaluation and return on investment analysis of the early
16 learning childhood program pursuant to Senate Bill No. 5904 (high
17 quality early learning). This evaluation is due December 15, 2014. If
18 the bill is not enacted by June 30, 2013, the amount provided in this
19 subsection shall lapse.

20 ((+4)) (2) \$50,000 of the general fund--state appropriation for
21 fiscal year 2014 and \$50,000 of the general fund--state appropriation
22 for fiscal year 2015 are provided solely for the Washington state
23 institute for public policy to develop a risk assessment instrument for
24 patients committed for involuntary treatment in Washington state.

25 ((+5)) (3) \$58,000 of the general fund--state appropriation for
26 fiscal year 2014 and \$27,000 of the general fund--state appropriation
27 for fiscal year 2015 are provided solely for the Washington state
28 institute for public policy to prepare an inventory of evidence-based
29 and research-based effective practices, activities, and programs for
30 use by school districts in the learning assistance program pursuant to
31 Engrossed Second Substitute Senate Bill No. 5946 (student educational
32 outcomes), including partnerships with community-based organizations
33 that deliver academic and nonacademic supports to students who are
34 significantly at-risk of not being successful in school, such as one-
35 to-one services to overcome barriers of success at school and school-
36 wide afterschool academic support. The initial inventory is due by
37 August 1, 2014, and shall be updated every two years thereafter. If

1 the bill is not enacted by June 30, 2013, the amounts provided in this
2 subsection shall lapse.

3 ~~((+6+))~~ (4) \$50,000 of the general fund--state appropriation for
4 fiscal year 2014 are provided solely for the Washington state institute
5 for public policy to provide expertise to the department of corrections
6 on the implementation of programming that follows the risk needs
7 responsivity model. In consultation with the department of
8 corrections, the institute will systematically review selected programs
9 for outcome measures.

10 (5) The Washington state institute for public policy shall examine
11 the drug offender sentencing alternative for offenders sentenced to
12 residential treatment in the community. The institute shall examine
13 its effectiveness on recidivism and conduct a benefit-cost analysis.
14 The institute shall report its findings by December 1, 2014.

15 (6) \$75,000 of the general fund--state appropriation for fiscal
16 year 2015 is provided solely for Washington state institute for public
17 policy to complete a comprehensive assessment of the utilization and
18 capacity needs of crisis mental health services provided by the
19 department of social and health services. The study shall include, but
20 not be limited to:

21 (a) An update to statewide utilization and capacity figures for
22 evaluation and treatment facilities, inpatient psychiatric beds, and
23 regional support network-funded crisis facilities, including an
24 estimate of the effect of the implementation of chapter 280, Laws of
25 2010 and chapter 335, Laws of 2013 on the capacity of the involuntary
26 commitment system. The department shall work with the institute as
27 needed on data collection procedures necessary to identify commitments
28 associated with newly implemented standards;

29 (b) A longitudinal study of outcomes and public costs for adults
30 receiving regional support network-funded crisis response services
31 compared to adults evaluated for involuntary commitment who are not
32 subsequently committed, and adults who receive a seventy-two hour
33 involuntary commitment. Outcomes may include subsequent jail bookings
34 or convictions, use of publicly funded medical care, and deaths; and

35 (c) A review of practices in other states regarding third-party
36 initiation of a civil commitment petition, and an assessment of the
37 comparative effectiveness of this change compared to other alternative
38 practices for which comprehensive studies are available.

1 A preliminary report must be provided by December 1, 2015, and a
2 final report by December 1, 2016.

3 (7) \$50,000 of the general fund--state appropriation for fiscal
4 year 2015 is provided solely for Washington state institute for public
5 policy to conduct a comprehensive study of tobacco and e-cigarette
6 prevention programs that will yield the highest public health benefit
7 and reduce tobacco use. In conducting this study, the institute shall
8 identify: (a) The most effective population-based approaches and what
9 targeted populations will yield the greatest return on investment; and
10 (b) other state models, including the "Friday night light" program in
11 California, that yield the greatest likelihood of reducing state health
12 care costs. The institute shall work with the department of health to
13 determine which programs can be brought to scale most efficiently. The
14 institute shall report its findings to the appropriate committees of
15 the legislature by December 31, 2014.

16 (8) Funding provided in this section is sufficient for The
17 Evergreen State College to continue operations of the Longhouse Center
18 and the Northwest Indian applied research institute.

19 (9) Notwithstanding other provisions in this section, the board of
20 directors for the Washington state institute for public policy may
21 adjust due dates for projects included on the institute's 2013-2015
22 work plan as necessary to efficiently manage workload.

23 (10) The Evergreen State College shall not use funds appropriated
24 in this section to support intercollegiate athletics programs.

25 **Sec. 610.** 2013 2nd sp.s. c 4 s 611 (uncodified) is amended to read
26 as follows:

27 **FOR WESTERN WASHINGTON UNIVERSITY**

28	General Fund--State Appropriation (FY 2014)	((\$44,542,000))
29		<u>\$44,521,000</u>
30	General Fund--State Appropriation (FY 2015)	((\$44,377,000))
31		<u>\$43,341,000</u>
32	Education Legacy Trust Account--State	
33	Appropriation	((\$13,050,000))
34		<u>\$12,895,000</u>
35	TOTAL APPROPRIATION	((\$101,969,000))
36		<u>\$100,757,000</u>

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

3 (1) \$1,497,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$1,498,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the expansion of computer
6 science and engineering enrollments. The university will work with the
7 education research and data center to establish program baselines and
8 demonstrate enrollment increases. By September 1, 2014, and each
9 September 1st thereafter, the university shall provide a report that
10 provides the specific detail on how these amounts were spent in the
11 preceding fiscal year, including but not limited to the cost per
12 student, student completion rates, and the number of low-income
13 students enrolled in each program, any process changes or best-
14 practices implemented by the college, and how many students are
15 enrolled in computer science and engineering programs above the 2012-
16 2013 academic year baseline.

17 (2) Western Washington University shall not use funds appropriated
18 in this section to support intercollegiate athletics programs.

19 **Sec. 611.** 2013 2nd sp.s. c 4 s 612 (uncodified) is amended to read
20 as follows:

21	FOR THE STUDENT ACHIEVEMENT COUNCIL--POLICY COORDINATION AND	
22	ADMINISTRATION	
23	General Fund--State Appropriation (FY 2014)	((\$5,307,000))
24		<u>\$5,320,000</u>
25	General Fund--State Appropriation (FY 2015)	((\$5,318,000))
26		<u>\$5,287,000</u>
27	General Fund--Federal Appropriation	((\$4,817,000))
28		<u>\$4,811,000</u>
29	TOTAL APPROPRIATION	((\$15,442,000))
30		<u>\$15,418,000</u>

31 The appropriations in this section are subject to the following
32 conditions and limitations: The student achievement council is
33 authorized to increase or establish fees for initial degree
34 authorization, degree authorization renewal, degree authorization
35 reapplication, new program applications, and new site applications
36 pursuant to RCW 28B.85.060.

1 3.5 percent per year, whichever is less(~~(, and reducing the awards for~~
2 ~~students who first enrolled as a new student in for-profit institutions~~
3 ~~as of the 2011-2012 academic year or thereafter by fifty percent,~~
4 ~~except that one half of the fifty percent reduction shall be restored~~
5 ~~on July 1, 2013, for students attending regionally accredited for-~~
6 ~~profit institutions)). For the 2015-2017 fiscal biennium, it is the
7 intent of the legislature to reconsider grant awards for students at
8 private four-year institutions.~~

9 (3) Changes made to the state work study program in the 2009-2011
10 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal
11 biennium including maintaining the increased required employer share of
12 wages; adjusted employer match rates; discontinuation of nonresident
13 student eligibility for the program; and revising distribution methods
14 to institutions by taking into consideration other factors such as off-
15 campus job development, historical utilization trends, and student
16 need.

17 (4) Within the funds appropriated in this section, eligibility for
18 the state need grant shall include students with family incomes at or
19 below 70 percent of the state median family income (MFI), adjusted for
20 family size, and shall include students enrolled in three to five
21 credit-bearing quarter credits, or the equivalent semester credits.
22 Awards for all students shall be adjusted by the estimated amount by
23 which Pell grant increases exceed projected increases in the
24 noninstructional costs of attendance. Awards for students with incomes
25 between 51 and 70 percent of the state median shall be prorated at the
26 following percentages of the award amount granted to those with incomes
27 below 51 percent of the MFI: 70 percent for students with family
28 incomes between 51 and 55 percent MFI; 65 percent for students with
29 family incomes between 56 and 60 percent MFI; 60 percent for students
30 with family incomes between 61 and 65 percent MFI; and 50 percent for
31 students with family incomes between 66 and 70 percent MFI.

32 (5)(a) Students who are eligible for the college bound scholarship
33 shall be given priority for the state need grant program if the
34 students have applied by the institution's priority financial aid
35 deadline and have completed their financial aid file in a timely
36 manner. These eligible college bound students whose family incomes are
37 in the 0-65 median family income ranges shall be awarded the maximum

1 state need grant for which they are eligible under state policies and
2 may not be denied maximum state need grant funding due to institutional
3 policies or delayed awarding of college bound scholarship students.

4 (b) In calculating the college bound award, public institutions of
5 higher education shall be subject to the conditions and limitations in
6 RCW 28B.15.102 and shall not utilize college bound funds to offset
7 tuition costs from rate increases in excess of levels authorized in
8 section 603, chapter 50, Laws of 2011 and those assumed in section 602
9 or 603 of this act.

10 (6) (~~(\$36,036,000)~~) \$48,297,000 of the education legacy trust
11 account--state appropriation is provided solely for the college bound
12 scholarship program and may support scholarships for summer session.
13 This amount assumes that college bound scholarship recipients will
14 receive priority for state need grant awards in fiscal year 2014 and
15 fiscal year 2015. If this policy of prioritization is not fully
16 achieved, it is the intent of this legislation to provide supplemental
17 appropriations in the 2014 supplemental operating budget.

18 (7) \$2,236,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$2,236,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the passport to college
21 program. The maximum scholarship award shall be \$5,000. The board
22 shall contract with a nonprofit organization to provide support
23 services to increase student completion in their postsecondary program
24 and shall, under this contract, provide a minimum of \$500,000 in fiscal
25 years 2014 and 2015 for this purpose.

26 (8) \$25,354,000 of the education legacy trust account--state
27 appropriation is provided solely to meet state match requirements
28 associated with the opportunity scholarship program.

29 (9) In developing the skilled and educated workforce report
30 pursuant to RCW 28B.77.080(3), the council shall use the bureau of
31 labor statistics analysis of the education and training requirements of
32 occupations, in addition to any other method the council may choose to
33 use, to assess the number and type of higher education and training
34 credentials required to match employer demand for a skilled and
35 educated workforce.

36 **Sec. 613.** 2013 2nd sp.s. c 4 s 614 (uncodified) is amended to read
37 as follows:

1 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

2	General Fund--State Appropriation (FY 2014)	((\$1,582,000))
3		<u>\$1,556,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$1,478,000))
5		<u>\$1,424,000</u>
6	General Fund--Federal Appropriation	((\$54,260,000))
7		<u>\$54,797,000</u>
8	<u>General Fund--Private/Local</u>	<u>\$44,000</u>
9	TOTAL APPROPRIATION	((\$57,320,000))
10		<u>\$57,821,000</u>

11 The appropriations in this section are subject to the following
12 conditions and limitations: For the 2013-2015 fiscal biennium the
13 board shall not designate recipients of the Washington award for
14 vocational excellence or recognize them at award ceremonies as provided
15 in RCW 28C.04.535.

16 **Sec. 614.** 2013 2nd sp.s. c 4 s 615 (uncodified) is amended to read
17 as follows:

18 **FOR THE DEPARTMENT OF EARLY LEARNING**

19	General Fund--State Appropriation (FY 2014)	((\$34,253,000))
20		<u>\$30,605,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$48,689,000))
22		<u>\$52,336,000</u>
23	General Fund--Federal Appropriation	((\$293,652,000))
24		<u>\$295,177,000</u>
25	<u>General Fund--Private/Local</u>	<u>\$50,000</u>
26	Opportunity Pathways Account--State Appropriation	\$80,000,000
27	Home Visiting Services Account--State Appropriation	\$2,868,000
28	Home Visiting Services Account--Federal Appropriation	((\$22,756,000))
29		<u>\$22,753,000</u>
30	Children's Trust Account--State Appropriation	\$180,000
31	TOTAL APPROPRIATION	((\$482,398,000))
32		<u>\$483,969,000</u>

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

35 (1) \$20,229,000 of the general fund--state appropriation for fiscal
36 year 2014, \$36,474,000 of the general fund--state appropriation for
37 fiscal year 2015, and \$80,000,000 of the opportunity pathways account

1 appropriation are provided solely for the early childhood education
2 assistance program services. Of these amounts, \$10,284,000 is a
3 portion of the biennial amount of state maintenance of effort dollars
4 required to receive federal child care and development fund grant
5 dollars.

6 (2) \$638,000 of the general fund--state appropriation for fiscal
7 year 2014, and \$638,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for child care resource and
9 referral network services.

10 (3) \$200,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$200,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely to develop and provide culturally
13 relevant supports for parents, family, and other caregivers.

14 (4) The department is the lead agency for and recipient of the
15 federal child care and development fund grant. Amounts within this
16 grant shall be used to fund child care licensing, quality initiatives,
17 agency administration, and other costs associated with child care
18 subsidies. The department shall transfer a portion of this grant to
19 the department of social and health services to fund the child care
20 subsidies paid by the department of social and health services on
21 behalf of the department of early learning.

22 (5) \$1,434,000 of the general fund--state appropriation for fiscal
23 year 2014, \$1,434,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for expenditure into the home
25 visiting services account. This funding is intended to meet federal
26 maintenance of effort requirements and to secure private matching
27 funds.

28 (6)(a) \$153,717,000 of the general fund--federal appropriation is
29 provided solely for the working connections child care program under
30 RCW 43.215.135.

31 (b) In addition to groups that were given prioritized access to the
32 working connections child care program effective March 1, 2011, the
33 department shall also give prioritized access into the program to
34 families in which a parent of a child in care is a minor who is not
35 living with a parent or guardian and who is a full-time student in a
36 high school that has a school-sponsored on-site child care center.

37 (c) Within the amounts provided in (a) of this subsection, the
38 department is authorized to serve up to 20 percent of the working

1 connections households through contracted slots. The department may
2 achieve this by contracting with the working connections child care
3 providers and with early childhood education assistance program
4 providers to braid funding between working connection child care
5 program and the education assistance program to support a full-day
6 preschool experience for eligible children.

7 (7) Within available amounts, the department in consultation with
8 the office of financial management and the department of social and
9 health services shall report quarterly enrollments and active caseload
10 for the working connections child care program to the legislative
11 fiscal committees and the legislative-executive WorkFirst oversight
12 task force. The report shall also identify the number of cases
13 participating in both temporary assistance for needy families and
14 working connections child care. The department must also report on the
15 number of children served through contracted slots.

16 (8) (~~(\$1,025,000)~~) \$1,194,000 of the general fund--state
17 appropriation for fiscal year 2014, (~~(\$1,025,000)~~) \$1,738,000 of the
18 general fund--state appropriation for fiscal year 2015, and \$13,424,000
19 of the general fund--federal appropriation are provided solely for the
20 seasonal child care program. If federal sequestration cuts are
21 realized, cuts to the seasonal child care program must be proportional
22 to other federal reductions made within the department.

23 (9) (~~(\$3,572,000)~~) \$4,438,000 of the general fund--state
24 appropriation for fiscal year 2014, (~~(\$2,522,000)~~) \$4,674,000 of the
25 general fund--state appropriation for fiscal year 2015, and
26 (~~(\$4,304,000)~~) \$236,000 of the general fund--federal appropriation are
27 provided solely for the medicaid treatment child care (MTCC) program.
28 The department shall contract for MTCC services to provide therapeutic
29 child care and other specialized treatment services to abused,
30 neglected, at-risk, and/or drug-affected children. Priority for
31 services shall be given to children referred from the department of
32 social and health services children's administration. In addition to
33 referrals made by children's administration, the department shall
34 authorize services for children referred to the MTCC program, as long
35 as the children meet the eligibility requirements as outlined in the
36 Washington state plan for the MTCC program.

37 (a) Of the amounts appropriated in this subsection, \$60,000 per

1 fiscal year may be used by the department for administering the MTCC
2 program, if needed.

3 (b) Of the amounts provided in this subsection, (~~(\$1,050,000)~~)
4 \$1,916,000 of the general fund--state appropriation for fiscal year
5 2014 is provided solely to continue providing services in the event of
6 losing federal funding for the MTCC program. To the extent that the
7 moneys provided in this subsection (9)(b) are not necessary for this
8 purpose, the amounts provided shall lapse.

9 (10) \$150,000 of the general fund--state appropriation for fiscal
10 year 2014 and (~~(\$150,000)~~) \$200,000 of the general fund--state
11 appropriation for fiscal year 2015 are provided solely for a contract
12 with a nonprofit entity experienced in the provision of promoting early
13 literacy for children through pediatric office visits.

14 (11) \$721,000 of the general fund--state appropriation for fiscal
15 year 2014 is provided solely for the department to complete development
16 work of the electronic benefits transfer system.

17 (12) (~~(\$793,000)~~) \$221,000 of the general fund--state appropriation
18 for fiscal year 2014 and (~~(\$796,000)~~) \$1,234,000 of the general fund--
19 state appropriation for fiscal year 2015 are provided solely for
20 implementation of an electronic benefits transfer system. To the
21 maximum extent possible, the department shall work to integrate this
22 system with the department of social and health services payment
23 system. The amounts provided in this subsection are conditioned on the
24 department satisfying the requirements of the project management
25 oversight standards and policies established by the office of the chief
26 information officer.

27 (13) \$32,000 of the general fund--state appropriation for fiscal
28 year 2014 is provided solely for implementation of Second Substitute
29 Senate Bill No. 5595 (child care reform). If the bill is not enacted
30 by June 30, 2013, the amounts provided in this subsection shall lapse.

31 (14)(a)(i) The department of early learning is required to provide
32 to the education research and data center, housed at the office of
33 financial management, data on all state-funded early childhood
34 programs. These programs include the early support for infants and
35 toddlers, early childhood education and assistance program (ECEAP), and
36 the working connections and seasonal subsidized childcare programs
37 including license exempt facilities or family, friend, and neighbor
38 care. The data provided by the department to the education research

1 data center must include information on children who participate in
2 these programs, including their name and date of birth, and dates the
3 child received services at a particular facility.

4 (ii) The ECEAP early learning professionals must enter
5 qualifications into the department's professional development registry
6 during the 2013-14 school year. By October 2015, the department must
7 provide ECEAP early learning professional data to the education
8 research data center.

9 (iii) The department must request federally funded head start
10 programs to voluntarily provide data to the department and the
11 education research data center that is equivalent to what is being
12 provided for state-funded programs.

13 (iv) The education research and data center must provide a report
14 on early childhood program participation and K-12 outcomes to the house
15 of representatives appropriations committee and the senate ways and
16 means committee using available data by November 2013 for the school
17 year ending in 2012 and again in March 2014 for the school year ending
18 in 2013.

19 (b) The department, in consultation with the department of social
20 and health services, must withhold payment for services to early
21 childhood programs that do not report on the name, date of birth, and
22 the dates a child received services at a particular facility.

23 (15) \$2,369,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for the department to implement early
25 achievers tiered reimbursement for child care center providers. The
26 department shall establish tiered reimbursement pilot projects for
27 providers in levels III, IV, and V of early achievers. The tiered
28 reimbursement rates shall be implemented equitably across provider
29 types. The department shall base the rates for tiered reimbursement on
30 the child care cost model study completed in 2013 and factor in any
31 increases in the base subsidy rate in establishing the tier
32 reimbursement rates.

33 **Sec. 615.** 2013 2nd sp.s. c 4 s 616 (uncodified) is amended to read
34 as follows:

35 **FOR THE STATE SCHOOL FOR THE BLIND**
36 General Fund--State Appropriation (FY 2014) ((\$6,032,000))
37 \$5,975,000

1 General Fund--State Appropriation (FY 2015) ((~~\$5,805,000~~))
2 \$5,752,000
3 General Fund--Private/Local Appropriation ((~~\$15,000~~))
4 \$5,000
5 TOTAL APPROPRIATION ((~~\$11,852,000~~))
6 \$11,732,000

7 **Sec. 616.** 2013 2nd sp.s. c 4 s 617 (uncodified) is amended to read
8 as follows:

9 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**
10 **LOSS**

11 General Fund--State Appropriation (FY 2014) ((~~\$8,615,000~~))
12 \$8,758,000
13 General Fund--State Appropriation (FY 2015) ((~~\$8,591,000~~))
14 \$8,528,000
15 TOTAL APPROPRIATION ((~~\$17,206,000~~))
16 \$17,286,000

17 **Sec. 617.** 2013 2nd sp.s. c 4 s 618 (uncodified) is amended to read
18 as follows:

19 **FOR THE WASHINGTON STATE ARTS COMMISSION**

20 General Fund--State Appropriation (FY 2014) ((~~\$1,125,000~~))
21 \$1,093,000
22 General Fund--State Appropriation (FY 2015) ((~~\$1,101,000~~))
23 \$1,093,000
24 General Fund--Federal Appropriation ((~~\$2,074,000~~))
25 \$2,071,000
26 General Fund--Private/Local Appropriation ((~~\$12,000~~))
27 \$29,000
28 TOTAL APPROPRIATION ((~~\$4,312,000~~))
29 \$4,286,000

30 **Sec. 618.** 2013 2nd sp.s. c 4 s 619 (uncodified) is amended to read
31 as follows:

32 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

33 General Fund--State Appropriation (FY 2014) ((~~\$2,123,000~~))
34 \$2,134,000
35 General Fund--State Appropriation (FY 2015) ((~~\$2,150,000~~))

1 \$2,129,000
2 TOTAL APPROPRIATION ((~~\$4,273,000~~))
3 \$4,263,000

4 **Sec. 619.** 2013 2nd sp.s. c 4 s 620 (uncodified) is amended to read
5 as follows:

6 **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**
7 General Fund--State Appropriation (FY 2014) ((~~\$1,600,000~~))
8 \$1,624,000
9 General Fund--State Appropriation (FY 2015) ((~~\$1,530,000~~))
10 \$1,558,000
11 TOTAL APPROPRIATION ((~~\$3,130,000~~))
12 \$3,182,000

(End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 2013 2nd sp.s. c 4 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

General Fund--State Appropriation (FY 2014)	((\$741,362,000))
	<u>\$830,140,000</u>
General Fund--State Appropriation (FY 2015)	((\$1,060,322,000))
	<u>\$973,235,000</u>
State Building Construction Account--State	
Appropriation	((\$4,297,000))
	<u>\$8,164,000</u>
Columbia River Basin Water Supply Development	
Account--State Appropriation	((\$269,000))
	<u>\$473,000</u>
State Taxable Building Construction Account--State	
Appropriation	((\$211,000))
	<u>\$2,621,000</u>
Debt-Limit Reimbursable Bond Retire Account--State	
Appropriation	\$2,320,000
<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
<u>Appropriation</u>	<u>\$1,000</u>
<u>Columbia River Basin Taxable Bond Water Supply</u>	
<u>Development Account--State Appropriation</u>	<u>\$182,000</u>
TOTAL APPROPRIATION	((\$1,808,781,000))
	<u>\$1,817,136,000</u>

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2014 shall be expended into the debt-limit general fund bond retirement account by June 30, 2014.

1 TOTAL APPROPRIATION \$72,772,000

2 The appropriations in this section are subject to the following
3 conditions and limitations: The state treasurer shall distribute the
4 appropriations to the following counties and health districts in the
5 amounts designated to support public health services, including public
6 health nursing:

7	Health District	FY 2014	FY 2015	2013-15
8				Biennium
9	Adams County Health District	\$121,213	\$121,213	\$242,426
10	Asotin County Health District	\$159,890	\$159,890	\$319,780
11	Benton-Franklin Health District	\$1,614,337	\$1,614,337	\$3,228,674
12	Chelan-Douglas Health District	\$399,634	\$399,634	\$799,268
13	Clallam County Health and Human Services	\$291,401	\$291,401	\$582,802
14	Department			
15	Clark County Health District	\$1,767,341	\$1,767,341	\$3,534,682
16	Skamania County Health Department	\$111,327	\$111,327	\$222,654
17	Columbia County Health District	\$119,991	\$119,991	\$239,982
18	Cowlitz County Health Department	\$477,981	\$477,981	\$955,962
19	Garfield County Health District	\$93,154	\$93,154	\$186,308
20	Grant County Health District	\$297,761	\$297,762	\$595,523
21	Grays Harbor Health Department	\$335,666	\$335,666	\$671,332
22	Island County Health Department	\$255,224	\$225,224	\$510,448
23	Jefferson County Health and Human Services	\$184,080	\$184,080	\$368,160
24	Seattle-King County Department of Public Health	\$10,558,598	(\$10,558,598)	(\$21,117,196)
25			<u>\$12,685,521</u>	<u>\$23,244,119</u>
26	Bremerton-Kitsap County Health District	\$997,476	\$997,476	\$1,994,952
27	Kittitas County Health Department	\$198,979	\$198,979	\$397,958
28	Klickitat County Health Department	\$153,784	\$153,784	\$307,568
29	Lewis County Health Department	\$263,134	\$263,134	\$526,268
30	Lincoln County Health Department	\$113,917	\$113,917	\$227,834
31	Mason County Department of Health Services	\$227,448	\$227,448	\$454,896
32	Okanogan County Health District	\$169,882	\$169,882	\$339,764
33	Pacific County Health Department	\$169,075	\$169,075	\$338,150
34	Tacoma-Pierce County Health Department	\$4,143,169	\$4,143,169	\$8,286,338
35	San Juan County Health and Community Services	\$2,253,493	(\$2,253,493)	(\$4,506,986)
36			<u>\$126,569</u>	<u>\$2,380,062</u>

1	Skagit County Health Department	\$449,745	\$449,745	\$899,490
2	Snohomish Health District	\$3,433,291	\$3,433,291	\$6,866,582
3	Spokane County Health District	\$2,877,318	\$2,877,318	\$5,574,636
4	Northeast Tri-County Health District	\$249,303	\$249,303	\$498,606
5	Thurston County Health Department	\$1,046,897	\$1,046,897	\$2,093,794
6	Wahkiakum County Health Department	\$93,181	(\$9,180)	(\$186,361)
7			<u>\$93,181</u>	<u>\$186,362</u>
8	Walla Walla County-City Health Department	\$302,173	\$302,173	\$604,346
9	Whatcom County Health Department	\$1,214,301	\$1,214,301	\$2,428,602
10	Whitman County Health Department	\$189,355	\$189,355	\$378,710
11	Yakima Health District	\$1,052,482	\$1,052,482	\$2,104,964
12				
13	TOTAL APPROPRIATIONS	\$36,386,001	\$36,386,001	\$72,772,002

14 **Sec. 707.** 2013 2nd sp.s. c 4 s 714 (uncodified) is amended to read
15 as follows:

16 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--LEAN MANAGEMENT STRATEGIES**
17 **EFFICIENCY SAVINGS**

18 General Fund--State Appropriation (FY 2015) (~~(\$30,000,000)~~)
19 (\$40,000,000)

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

22 (1) The legislature is committed to promoting a state government
23 culture that makes sustained improvement a habitual behavior from
24 front-line staff to agency leadership.

25 (2) The office of financial management must develop a strategic
26 lean management action plan to drive efficiencies in state spending and
27 to increase productivity of state employees while improving and
28 increasing state services for taxpayers. The action plan must
29 determine the specific agencies and programs that would benefit most
30 from application of the action plan, and the plan must target resources
31 accordingly.

32 (3) The office of financial management must integrate lean
33 principles into all performance management efforts.

34 (4) The office of financial management and the office of the chief
35 information officer must integrate lean principles into all major
36 information technology initiatives.

1 (5) The office of financial management must develop and implement
2 a lean practitioner fellowship program to train state agency staff.
3 Agency staff participating in the fellowship will be assigned to work
4 on statewide efforts that streamline and improve processes across
5 agencies.

6 (6) Agencies must report to the office of financial management at
7 least twice per fiscal year process improvements and efficiencies
8 gained through tools such as the lean strategy. The office of
9 financial management must compile and transmit these reports to the
10 appropriate fiscal committees of the legislature at least every six
11 months, beginning January 1, 2014.

12 (7) The office of financial management must report to the
13 legislature by December 2014 on the viability of the lean/performance
14 management program becoming a self-funding program.

15 (8) The office of financial management must reduce allotments for
16 affected state agencies by (~~(\$30,000,000)~~) \$40,000,000 from the state
17 general fund for fiscal year 2015 in this act to reflect fiscal year
18 2015 savings resulting from application of the lean management and
19 performance management strategies required by this section.

20 NEW SECTION. **Sec. 708.** A new section is added to 2013 2nd sp.s.
21 c 4 (uncodified) to read as follows:

22 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**
23 **COSTS**

24 General Fund--State Appropriation (FY 2014) \$590,000

25 The appropriation in this section is subject to the following
26 conditions and limitations: The director of financial management shall
27 distribute \$500,000 to Clallam county, \$72,000 to Mason county, and
28 \$18,000 to Klickitat county for extraordinary criminal justice costs
29 pursuant to RCW 43.330.190.

30 NEW SECTION. **Sec. 709.** A new section is added to 2013 2nd sp.s.
31 c 4 (uncodified) to read as follows:

32 **FOR SUNDRY CLAIMS**

33 The following sums, or so much thereof as may be necessary, are
34 appropriated from the general fund for fiscal year 2014, unless
35 otherwise indicated, for relief of various individuals, firms, and
36 corporations for sundry claims. These appropriations are to be

1 disbursed on vouchers approved by the director of the department of
2 enterprise services, except as otherwise provided, for reimbursement of
3 criminal defendants acquitted on the basis of self-defense, pursuant to
4 RCW 9A.16.110, as follows:

- 5 (1) Tony M. Noble, claim number 99970075 \$5,670
- 6 (2) Patrick Earl, claim number 99970076 \$2,799
- 7 (3) Stephen J. Felice, claim number 99970076 \$17,275
- 8 (4) Michael Felice, claim number 99970076 \$93,809
- 9 (5) Noe Angel Aranda Hernandez, claim number
- 10 99970077 \$12,500
- 11 (6) Anderson Durham, claim number 99970071 \$11,000
- 12 (7) Chase Balzer, claim number 99970078 \$5,953
- 13 (8) Kent Wescott, claim number 99970079 \$13,447
- 14 (9) Tommy Villanueva, claim number 99970080 \$70,099

15 NEW SECTION. **Sec. 710.** A new section is added to 2013 2nd sp.s.
16 c 4 (uncodified) to read as follows:

17 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMON SCHOOL CONSTRUCTION**
18 **ACCOUNT**

19 General Fund--State Appropriation (FY 2015) \$444,000

20 The appropriation in this section is subject to the following
21 conditions and limitations: The appropriation in this section is
22 provided solely for expenditure into the common school construction
23 account--state on July 1, 2015, for an interest payment pursuant to RCW
24 90.38.130.

25 NEW SECTION. **Sec. 711.** A new section is added to 2013 2nd sp.s.
26 c 4 (uncodified) to read as follows:

27 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--NATURAL RESOURCES REAL**
28 **PROPERTY REPLACEMENT ACCOUNT**

29 General Fund--State Appropriation (FY 2015) \$222,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: The appropriation in this section is
32 provided solely for expenditure into the natural resources real
33 property replacement account--state on July 1, 2015, for an interest
34 payment pursuant to RCW 90.38.130.

1 NEW SECTION. Sec. 712. A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PARKLAND TRUST REVOLVING**
4 **ACCOUNT**

5 General Fund--State Appropriation (FY 2014) \$639,000

6 The appropriation in this section is subject to the following
7 conditions and limitations: The appropriation in this section is
8 provided solely for expenditure into the Parkland trust revolving
9 account--state.

10 NEW SECTION. Sec. 713. **2013 INFORMATION TECHNOLOGY REDUCTION**

11 2013 2nd sp.s. c 4 s 715 (uncodified) is repealed.

12 NEW SECTION. Sec. 714. **2013 HEALTH CARE REDUCTION**

13 2013 2nd sp.s. c 4 s 720 (uncodified) is repealed.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2013 2nd sp.s. c 4 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance premium distributions ((~~\$8,248,000~~))
\$8,591,000

General Fund Appropriation for public utility district excise tax distributions ((~~\$50,894,000~~))
\$53,709,000

General Fund Appropriation for prosecuting attorney distributions ((~~\$6,068,000~~))
\$5,985,000

General Fund Appropriation for boating safety and education distributions \$4,000,000

General Fund Appropriation for other tax distributions \$65,000

General Fund Appropriation for habitat conservation program distributions ((~~\$3,000,000~~))
\$3,154,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies \$3,158,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution \$146,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((~~\$72,120,000~~))
\$76,932,000

County Criminal Justice Assistance Appropriation.
When making the fiscal year 2015 distribution to Grant county, the state treasurer shall reduce the amount by \$140,000 and distribute the remainder to the county. This is the first of three reductions that will be made to reimburse the state for a nonqualifying extraordinary criminal justice

1	<u>act payment made to Grant county in fiscal</u>	
2	<u>year 2013</u>	((\$78,983,000))
3		<u>\$78,721,000</u>
4	Municipal Criminal Justice Assistance	
5	Appropriation	((\$30,550,000))
6		<u>\$30,519,000</u>
7	City-County Assistance Account Appropriation for local	
8	government financial assistance distribution	((\$17,134,000))
9		<u>\$19,584,000</u>
10	Liquor Excise Tax Account Appropriation for liquor	
11	excise tax distribution	((\$24,744,000))
12		<u>\$23,906,000</u>
13	Streamlined Sales and Use Tax Mitigation Account	
14	Appropriation for distribution to local taxing	
15	jurisdictions to mitigate the unintended revenue	
16	redistribution effect of the sourcing law	
17	changes	((\$50,488,000))
18		<u>\$49,420,000</u>
19	Columbia River Water Delivery Account Appropriation for	
20	the Confederated Tribes of the Colville	
21	Reservation	((\$7,760,000))
22		<u>\$7,752,000</u>
23	Columbia River Water Delivery Account Appropriation for	
24	the Spokane Tribe of Indians	((\$5,025,000))
25		<u>\$5,011,000</u>
26	Liquor Revolving Account Appropriation for liquor	
27	profits distribution	\$98,876,000
28	TOTAL APPROPRIATION	((\$434,259,000))
29		<u>\$469,529,000</u>

30 The total expenditures from the state treasury under the
31 appropriations in this section shall not exceed the funds available
32 under statutory distributions for the stated purposes.

33 **Sec. 802.** 2013 2nd sp.s. c 4 s 802 (uncodified) is amended to read
34 as follows:

35 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
36 **ACCOUNT**

37 Impaired Driver Safety Account Appropriation ((~~\$2,469,000~~))

1 \$2,409,000

2 The appropriation in this section is subject to the following
3 conditions and limitations: The amount appropriated in this section
4 shall be distributed quarterly during the 2013-2015 fiscal biennium in
5 accordance with RCW 82.14.310. This funding is provided to counties
6 for the costs of implementing criminal justice legislation including,
7 but not limited to: Chapter 206, Laws of 1998 (drunk driving
8 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
9 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
10 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
11 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
12 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
13 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
14 215, Laws of 1998 (DUI provisions).

15 **Sec. 803.** 2013 2nd sp.s. c 4 s 803 (uncodified) is amended to read
16 as follows:

17 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
18 Impaired Driver Safety Account Appropriation (~~(\$1,646,000)~~)
19 \$1,606,000

20 The appropriation in this section is subject to the following
21 conditions and limitations: The amount appropriated in this section
22 shall be distributed quarterly during the 2013-2015 fiscal biennium to
23 all cities ratably based on population as last determined by the office
24 of financial management. The distributions to any city that
25 substantially decriminalizes or repeals its criminal code after July 1,
26 1990, and that does not reimburse the county for costs associated with
27 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the
28 county in which the city is located. This funding is provided to
29 cities for the costs of implementing criminal justice legislation
30 including, but not limited to: Chapter 206, Laws of 1998 (drunk
31 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter
32 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
33 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
34 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
35 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
36 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
37 215, Laws of 1998 (DUI provisions).

1 water supply development account, an amount not to
2 exceed \$32,000,000
3 Employment Training Finance Account: For transfer to
4 the state general fund, \$1,000,000 for fiscal year
5 2014 and \$1,000,000 for fiscal year 2015 \$2,000,000
6 Tuition Recovery Trust Account: For transfer to the
7 state general fund, \$1,250,000 for fiscal year 2014
8 and \$1,250,000 for fiscal year 2015 \$2,500,000
9 General Fund: For transfer to the child and family
10 reinvestment account, (~~(\$3,800,000)~~) \$1,656,000 for
11 fiscal year 2014 and (~~(\$2,691,000)~~) \$992,000
12 for fiscal year 2015 (~~(\$6,491,000)~~)
13 \$2,648,000
14 Flood Control Assistance Account: For transfer to the
15 state general fund, \$1,000,000 for fiscal year 2014
16 and \$1,000,000 for fiscal year 2015 \$2,000,000
17 Tobacco Settlement Account: For transfer to the state
18 general fund, in an amount not to exceed the actual
19 amount of the annual base payment to the tobacco
20 settlement account (~~(\$157,221,000)~~)
21 \$170,832,000
22 Tobacco Settlement Account: For transfer to the state
23 general fund from the amounts deposited in the
24 account that are attributable to the annual
25 strategic contribution payment received in
26 fiscal year 2014 \$17,000,000
27 Tobacco Settlement Account: For transfer to the state
28 general fund from the amounts deposited in the
29 account that are attributable to the annual
30 strategic contribution payment received in fiscal
31 year 2015 \$17,000,000
32 Tobacco Settlement Account: For transfer to the education
33 legacy trust account from amounts deposited in the
34 account that are attributed to the annual strategic
35 contribution payment received in fiscal year 2014 \$600,000
36 Tobacco Settlement Account: For transfer to the education
37 legacy trust account from amounts deposited in the
38 account that are attributed to the annual strategic

1 (iii) The potential for the grant to leverage additional funding
2 for the development of global health technologies and products;
3 (iv) The potential for the grant to stimulate, or promote technical
4 skills training for, employment in the development of global health
5 technologies in the state; and
6 (v) The willingness of the grant recipient, when appropriate, to
7 enter into royalty or licensing income agreements with the authority.
8 (b) The authority, or the contractor of the authority, must report
9 information including the types of products and research funded, the
10 funding leveraged by the grants, and the number and types of jobs
11 created as a result of the grants, to the economic development
12 committees of the legislature by December 1, 2014.

13 Life Sciences Discovery Fund: For transfer to the
14 education legacy trust account, \$9,800,000 for
15 fiscal year 2015 \$9,800,000

16 Aquatic Lands Enhancement Account: For transfer to the
17 geoduck aquaculture research account, \$150,000 for
18 fiscal year 2014 and \$150,000 for fiscal year 2015 \$300,000

19 Health Benefit Exchange Account: For transfer to the
20 state general fund for fiscal year 2015 \$21,514,000

21 Criminal Justice Treatment Account: For transfer to the
22 state general fund, \$437,000 for fiscal year 2014
23 and \$2,746,000 for fiscal year 2015 \$3,183,000

24 Resources Management Cost Account--Aquatics: For transfer
25 to the marine resources stewardship trust account,
26 \$1,850,000 for fiscal year 2014 and \$1,850,000 for
27 fiscal year 2015 \$3,700,000

28 Legal Services Revolving Account: For transfer to the
29 state general fund, \$976,000 for fiscal year 2014
30 and \$1,477,000 for fiscal year 2015 \$2,453,000

31 Personnel Service Account: For transfer to the state
32 general fund, \$733,000 for fiscal year 2014 and
33 \$733,000 for fiscal year 2015 \$1,466,000

34 Data Processing Revolving Account: For transfer to the
35 state general fund, \$4,069,000 for fiscal year 2014
36 and \$4,070,000 for fiscal year 2015 \$8,139,000

37 Home Security Fund Account: For transfer to the
38 transitional housing operating and rent account \$7,500,000

1 Professional Engineers' Account: For transfer to the
2 state general fund, \$956,000 for fiscal year 2014 and
3 \$957,000 for fiscal year 2015 \$1,913,000
4 Electrical License Account: For transfer to the state
5 general fund, \$1,700,000 for fiscal year 2014 and
6 \$1,700,000 for fiscal year 2015 \$3,400,000
7 Business and Professions Account: For transfer to the
8 state general fund, (~~(\$1,838,000)~~) \$2,838,000 for fiscal
9 year 2014 and (~~(\$1,800,000)~~) \$2,800,000 for fiscal
10 year 2015 (~~(\$3,638,000)~~)
11 \$5,638,000
12 Energy Freedom Account: For transfer to the state
13 general fund, (~~(\$1,000,000)~~) \$1,500,000 for fiscal
14 year 2014 and (~~(\$1,000,000)~~) \$1,500,000 for fiscal
15 year 2015 (~~(\$2,000,000)~~)
16 \$3,000,000
17 Pollution Liability Insurance Program Trust Account:
18 For transfer to the state general fund, \$2,500,000
19 for fiscal year 2014 and \$2,500,000 for fiscal year
20 2015 \$5,000,000
21 Real Estate Commission Account: For transfer to the
22 state general fund, \$1,700,000 for fiscal year 2014
23 and \$1,700,000 for fiscal year 2015 \$3,400,000
24 State Lottery Account: For transfer to the education
25 legacy trust account, (~~(\$6,050,000)~~) \$10,050,000
26 for fiscal year 2014 and \$6,050,000 for fiscal
27 year 2015 (~~(\$12,100,000)~~)
28 \$16,100,000
29 State Toxics Control Account: For transfer to the
30 radioactive mixed waste account, \$2,000,000 for fiscal
31 year 2014 \$2,000,000
32 General Fund: For transfer to the education savings
33 account, \$387.04 for fiscal year 2014 \$387.04

(End of part)

PART IX
MISCELLANEOUS

Sec. 901. 2013 2nd sp.s. c 4 s 903 (uncodified) is amended to read as follows:

STATUTORY APPROPRIATIONS

In addition to the amounts appropriated in this act for revenues for distribution, and bond retirement and interest including ongoing bond registration and transfer charges, transfers, interest on registered warrants, and certificates of indebtedness, there is also appropriated such further amounts as may be required or available for these purposes under any statutory formula or under chapters 39.94 (~~and~~), 39.96, and 39.98 RCW or any proper bond covenant made under law.

Sec. 902. 2013 2nd sp.s. c 4 s 932 (uncodified) is amended to read as follows:

COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION--INSURANCE BENEFITS

No agreement was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Appropriations in this act for fiscal year 2014 for state agencies, including institutions of higher education are sufficient to continue the provisions of the 2011-2013 collective bargaining agreement. An agreement was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW for fiscal year 2015. The agreement includes employer contributions to premiums at 85 percent of the total weighted average of the projected health care premiums. Appropriations in this act for fiscal year 2015 for state agencies, including institutions of higher education are sufficient to fund the provisions of the fiscal year 2015 collective bargaining agreement, and are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, wellness programs, and similar benefits or services for members of public employee benefits board health plans, public

1 employees' benefits board administration, and the uniform medical plan,
2 shall not exceed \$782 per eligible employee for fiscal year 2014. For
3 fiscal year 2015 the monthly employer funding rate shall not exceed
4 ((~~\$763~~)) \$662 per eligible employee.

5 (b) In order to achieve the level of funding provided for health
6 benefits, the public employees' benefits board shall require or make
7 any or all of the following: Employee premium copayments, increases in
8 point-of-service cost sharing, the implementation of managed
9 competition, or other changes to benefits consistent with the
10 collective bargaining agreement and RCW 41.05.065. Beginning July 1,
11 2014, the board shall add a \$25 per month surcharge to the premiums due
12 from members who use tobacco products and a surcharge of not less than
13 \$50 per month to the premiums due from members who cover a spouse or
14 domestic partner where the spouse or domestic partner has chosen not to
15 enroll in other employer-based group health insurance that has benefits
16 and premiums with an actuarial value of not less than 95 percent of the
17 actuarial value of the public employees' benefits board plan with the
18 largest enrollment.

19 (c) All savings resulting from reduced claim costs or other factors
20 identified after December 31, 2013, must be reserved for funding
21 employee health benefits in the 2015-2017 fiscal biennium.

22 (d) To the extent that the agreement between the governor and the
23 super coalition contains terms that are effective after June 30, 2015,
24 those terms exceed the fiscal biennium and are outside the bounds
25 permitted by RCW 41.80.001. Nothing in this section obligates the
26 legislature for funding after June 30, 2015.

27 (e) The health care authority shall deposit any moneys received on
28 behalf of the uniform medical plan as a result of rebates on
29 prescription drugs, audits of hospitals, subrogation payments, or any
30 other moneys recovered as a result of prior uniform medical plan claims
31 payments, into the public employees' and retirees' insurance account to
32 be used for insurance benefits. Such receipts shall not be used for
33 administrative expenditures.

34 (2) The health care authority, subject to the approval of the
35 public employees' benefits board, shall provide subsidies for health
36 benefit premiums to eligible retired or disabled public employees and
37 school district employees who are eligible for medicare, pursuant to

1 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
2 shall be up to \$150 per month.

3 **Sec. 903.** 2013 2nd sp.s. c 4 s 933 (uncodified) is amended to read
4 as follows:

5 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**
6 **BENEFITS**

7 Appropriations for state agencies in this act are sufficient for
8 represented employees outside the super coalition for health benefits,
9 and are subject to the following conditions and limitations:

10 (1)(a) The monthly employer funding rate for insurance benefit
11 premiums, wellness programs, and similar benefits or services for
12 members of public employee benefits board health plans, public
13 employees' benefits board administration, and the uniform medical plan,
14 shall not exceed \$782 per eligible employee for fiscal year 2014. For
15 fiscal year 2015 the monthly employer funding rate shall not exceed
16 ((~~\$763~~)) \$662 per eligible employee.

17 (b) In order to achieve the level of funding provided for health
18 benefits, the public employees' benefits board shall require or make
19 any or all of the following: Employee premium copayments, increases in
20 point-of-service cost sharing, the implementation of managed
21 competition, or other changes to benefits consistent with RCW
22 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
23 surcharge to the premiums due from members who use tobacco products and
24 a surcharge of not less than \$50 per month to the premiums due from
25 members who cover a spouse or domestic partner where the spouse or
26 domestic partner has chosen not to enroll in other employer-based group
27 health insurance that has benefits and premiums with an actuarial value
28 of not less than 95 percent of the actuarial value of the public
29 employees' benefits board plan with the largest enrollment.

30 (c) All savings resulting from reduced claim costs or other factors
31 identified after December 31, 2013, must be reserved for funding
32 employee health benefits in the 2015-2017 fiscal biennium.

33 (d) The health care authority shall deposit any moneys received on
34 behalf of the uniform medical plan as a result of rebates on
35 prescription drugs, audits of hospitals, subrogation payments, or any
36 other moneys recovered as a result of prior uniform medical plan claims

1 payments, into the public employees' and retirees' insurance account to
2 be used for insurance benefits. Such receipts shall not be used for
3 administrative expenditures.

4 (2) The health care authority, subject to the approval of the
5 public employees' benefits board, shall provide subsidies for health
6 benefit premiums to eligible retired or disabled public employees and
7 school district employees who are eligible for medicare, pursuant to
8 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
9 shall be up to \$150 per month.

10 **Sec. 904.** 2013 2nd sp.s. c 4 s 937 (uncodified) is amended to read
11 as follows:

12 **COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925**
13 **CHILDCARE WORKERS**

14 (1) An agreement has been reached between the governor and the
15 service employees international union local 925 under the provisions of
16 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is
17 provided for increases to health care, scholarship funding and
18 non-standard hours bonus.

19 (2) An agreement has been reached between the governor and the
20 service employees international union local 925 under the provisions of
21 chapter 41.56 RCW for fiscal year 2015. Funding is provided to
22 increase the child care subsidy rates for licensed and exempt family
23 child care providers by four percent on July 1, 2014, and another four
24 percent on January 1, 2015. Two million dollars is also provided to
25 fund an early achievers tiered reimbursement pilot project for licensed
26 family child care providers.

27 **Sec. 905.** 2013 2nd sp.s. c 4 s 939 (uncodified) is amended to read
28 as follows:

29 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS**

30 Appropriations for state agencies in this act are sufficient for
31 nonrepresented state employee health benefits for state agencies,
32 including institutions of higher education, and are subject to the
33 following conditions and limitations:

34 (1)(a) The monthly employer funding rate for insurance benefit
35 premiums, wellness programs, and similar benefits or services for
36 members of public employee benefits board health plans, public

1 employees' benefits board administration, and the uniform medical plan,
2 shall not exceed \$782 per eligible employee for fiscal year 2014. For
3 fiscal year 2015 the monthly employer funding rate shall not exceed
4 (~~(\$763)~~) \$662 per eligible employee.

5 (b) In order to achieve the level of funding provided for health
6 benefits, the public employees' benefits board shall require or make
7 any or all of the following: Employee premium copayments, increases in
8 point-of-service cost sharing, the implementation of managed
9 competition, or other changes to benefits consistent with RCW
10 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
11 surcharge to the premiums due from members who use tobacco products and
12 a surcharge of not less than \$50 per month to the premiums due from
13 members who cover a spouse or domestic partner where the spouse or
14 domestic partner has chosen not to enroll in other employer-based group
15 health insurance that has benefits and premiums with an actuarial value
16 of not less than 95 percent of the actuarial value of the public
17 employees' benefits board plan with the largest enrollment.

18 (c) All savings resulting from reduced claim costs or other factors
19 identified after December 31, 2013, must be reserved for funding
20 employee health benefits in the 2015-2017 fiscal biennium.

21 (d) The health care authority shall deposit any moneys received on
22 behalf of the uniform medical plan as a result of rebates on
23 prescription drugs, audits of hospitals, subrogation payments, or any
24 other moneys recovered as a result of prior uniform medical plan claims
25 payments, into the public employees' and retirees' insurance account to
26 be used for insurance benefits. Such receipts shall not be used for
27 administrative expenditures.

28 (2) The health care authority, subject to the approval of the
29 public employees' benefits board, shall provide subsidies for health
30 benefit premiums to eligible retired or disabled public employees and
31 school district employees who are eligible for medicare, pursuant to
32 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
33 shall be up to \$150 per month.

34 (3) Technical colleges, school districts, and educational service
35 districts shall remit to the health care authority for deposit into the
36 public employees' and retirees' insurance account established in RCW
37 41.05.120 the following amounts:

1 (a) For each full-time employee, \$64.40 per month beginning
2 September 1, 2013, and (~~(\$70.39)~~) \$66.64 beginning September 1, 2014;
3 and

4 (b) For each part-time employee, who at the time of the remittance
5 is employed in an eligible position as defined in RCW 41.32.010 or
6 41.40.010 and is eligible for employer fringe benefit contributions for
7 basic benefits, \$64.40 each month beginning September 1, 2013, and
8 (~~(\$70.39)~~) \$66.64 beginning September 1, 2014, prorated by the
9 proportion of employer fringe benefit contributions for a full-time
10 employee that the part-time employee receives. The remittance
11 requirements specified in this subsection (3) shall not apply to
12 employees of a technical college, school district, or educational
13 service district who purchase insurance benefits through contracts with
14 the health care authority.

15 **Sec. 906.** 2013 2nd sp.s. c 4 s 943 (uncodified) is amended to read
16 as follows:

17 **ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL**
18 **CONTRACTS**

19 (1) Financial contracts for the acquisition of the information
20 technology projects authorized in this section must be approved jointly
21 by the office of the financial management and the office of the chief
22 information officer. Information technology projects funded under this
23 section shall meet the following requirements:

24 (a) The project reduces costs and achieves economies of scale by
25 leveraging statewide investments in systems and data and other common
26 or enterprise-wide solutions within and across state agencies;

27 (b) The project begins or continues replacement of legacy
28 information technology systems and replacing these systems with modern
29 and more efficient information technology systems;

30 (c) The project improves the ability of an agency to recover from
31 major disaster;

32 (d) The project provides future savings and efficiencies for an
33 agency through reduced operating costs, improved customer service, or
34 increased revenue collections; and

35 (e) Preference for project approval must be given to an agency that
36 has prior approval from the office of the chief information officer, an

1 approved business plan, and where the primary hurdle to project funding
2 is the lack of funding capacity.

3 (2) The following state agencies may enter into financial contracts
4 to finance expenditures for the acquisition and implementation of the
5 following information technology projects for up to the respective
6 amounts indicated, plus financing expenses and required reserves
7 pursuant to chapter 39.94 RCW:

8 (a) Subject to subsection (4) of this section, (~~(\$10,000,000)~~)
9 \$13,500,000 for the department of enterprise services time, leave, and
10 attendance pilot project;

11 (b) \$3,867,000 for the Washington state patrol for continuation of
12 the mobile office platform;

13 (~~(\$8,500,000 for the department of social and health services~~
14 ~~conversion to the tenth version of the world health organization's~~
15 ~~international classification of diseases;~~

16 (~~(d) \$5,558,000~~) \$3,315,000 for the department of early learning
17 system implementation of electronic benefit transfers;

18 (~~(e)~~) (d) \$4,323,000 for the department of corrections for radio
19 infrastructure upgrades.

20 (3) The office of financial management with assistance from the
21 office of the chief information officer will report to the governor and
22 fiscal committees of the legislature by November 1st of each year on
23 the status of distributions and expenditures on information technology
24 projects and improved statewide or agency performance results achieved
25 by project funding.

26 (4) If the Washington state department of transportation enters
27 into financial contracts pursuant to chapter 39.94 RCW for the
28 acquisition and implementation of a time, leave, and labor distribution
29 system, the authorization provided to the department of enterprise
30 services in subsection (2)(a) of this section expires.

31 **Sec. 907.** 2013 2nd sp.s. c 35 s 39 (uncodified) is amended to read
32 as follows:

33 The sum of one hundred seventy-six thousand dollars of the state
34 general fund for the fiscal year ending June 30, 2014, and one hundred
35 seventy-six thousand dollars of the state general fund for the fiscal
36 year ending June 30, 2015, or as much thereof as may be necessary, are

1 appropriated to the (~~Washington traffic safety~~) criminal justice
2 training commission solely for the purposes of (~~section 25 of this~~
3 ~~act~~) RCW 36.28A.320.

4 NEW SECTION. Sec. 908. 2013 APPROPRIATION TO TRAFFIC SAFETY
5 COMMISSION. 2013 2nd sp.s. c 35 s 40 (uncodified) is repealed.

6 NEW SECTION. Sec. 909. A new section is added to 2013 2nd sp.s.
7 c 4 (uncodified) to read as follows:

8 The sum of one hundred seventy thousand dollars from the state
9 general fund for the fiscal year ending June 30, 2014, and two hundred
10 twenty-seven thousand dollars of the state general fund for the fiscal
11 year ending June 30, 2015, or as much thereof as may be necessary, are
12 appropriated for expenditure into the county criminal justice
13 assistance account. The treasurer shall make quarterly distributions
14 from the county criminal justice assistance account of the amounts
15 provided in this section in accordance with RCW 82.14.310 for the
16 purposes of reimbursing local jurisdictions for increased costs
17 incurred as a result of the mandatory arrest of repeat offenders
18 pursuant to chapter 35, Laws of 2013 2nd sp. sess. The first
19 distribution for fiscal year 2014 shall include amounts from previous
20 quarters for which distributions were not made. The appropriations and
21 distributions made under this section constitute appropriate
22 reimbursement for costs for any new programs or increased level of
23 services for the purposes of RCW 43.135.060.

24 NEW SECTION. Sec. 910. A new section is added to 2013 2nd sp.s.
25 c 4 (uncodified) to read as follows:

26 The sum of one hundred thousand dollars from the state general fund
27 for the fiscal year ending June 30, 2014, and one hundred thirty-three
28 thousand dollars from the state general fund for the fiscal year ending
29 June 30, 2015, or as much thereof as may be necessary, are appropriated
30 for expenditure into the municipal criminal justice assistance account.
31 The treasurer shall make quarterly distributions from the municipal
32 criminal justice assistance account of the amounts provided in this
33 section in accordance with RCW 82.14.320, for the purposes of
34 reimbursing local jurisdictions for increased costs incurred as a
35 result of the mandatory arrest of repeat offenders pursuant to chapter

1 35, Laws of 2013 2nd sp. sess. The first distribution for fiscal year
2 2014 shall include amounts from previous quarters for which
3 distributions were not made. The appropriations and distributions made
4 under this section constitute appropriate reimbursement for costs for
5 any new programs or increased level of services for the purposes of RCW
6 43.135.060.

7 NEW SECTION. **Sec. 911.** A new section is added to chapter 28A.710
8 RCW to read as follows:

9 **CHARTER SCHOOLS OVERSIGHT ACCOUNT.** The charter schools oversight
10 account is hereby created in the state treasury. All moneys received
11 by the commission under RCW 28A.710.110 must be deposited into the
12 account. Moneys in the account may be spent only after appropriation.
13 Expenditures from the account may be used only for the purposes of this
14 chapter.

15 **Sec. 912.** RCW 36.28A.300 and 2013 2nd sp.s. c 35 s 23 are each
16 amended to read as follows:

17 There is created a 24/7 sobriety program to be administered by the
18 (~~Washington traffic safety~~) criminal justice training commission in
19 conjunction with the Washington association of sheriffs and police
20 chiefs. The program shall coordinate efforts among various local
21 government entities for the purpose of implementing alternatives to
22 incarceration for offenders convicted under RCW 46.61.502 or 46.61.504
23 with one or more prior convictions under RCW 46.61.502 or 46.61.504.

24 **Sec. 913.** RCW 36.28A.320 and 2013 2nd sp.s. c 35 s 25 are each
25 amended to read as follows:

26 There is hereby established in the state treasury the 24/7 sobriety
27 account. The account shall be maintained and administered by the
28 (~~Washington traffic safety~~) criminal justice training commission to
29 reimburse the state for costs associated with establishing the program
30 and the Washington association of sheriffs and police chiefs for
31 ongoing program administration costs. (~~The Washington traffic~~
32 ~~safety~~) criminal justice training commission may accept for deposit in
33 the account money from donations, gifts, grants, participation fees,
34 and user fees or payments. Expenditures from the account shall be
35 budgeted through the normal budget process.

1 **Sec. 914.** RCW 41.05.130 and 1988 c 107 s 11 are each amended to
2 read as follows:

3 The state health care authority administrative account is hereby
4 created in the state treasury. Moneys in the account, including
5 unanticipated revenues under RCW 43.79.270, may be spent only after
6 appropriation by statute, and may be used only for operating expenses
7 of the authority, and during the 2013-2015 fiscal biennium, for health
8 care related analysis provided to the legislature by the office of the
9 state actuary.

10 **Sec. 915.** RCW 43.19.025 and 2013 c 251 s 2 are each amended to
11 read as follows:

12 The enterprise services account is created in the custody of the
13 state treasurer and shall be used for all activities conducted by the
14 department, except information technology services. Only the director
15 or the director's designee may authorize expenditures from the account.
16 The account is subject to the allotment procedures under chapter 43.88
17 RCW. During the 2013-2015 fiscal biennium, the director of the office
18 of financial management may authorize expenditures from the account for
19 the provision of small agency client services.

20 **Sec. 916.** RCW 43.43.839 and 2010 1st sp.s. c 37 s 922 are each
21 amended to read as follows:

22 The fingerprint identification account is created in the custody of
23 the state treasurer. All receipts from incremental charges of
24 fingerprint checks requested for noncriminal justice purposes and
25 electronic background requests shall be deposited in the account.
26 Receipts for fingerprint checks by the federal bureau of investigation
27 may also be deposited in the account. Expenditures from the account
28 may be used only for the cost of record checks. Only the chief of the
29 state patrol or the chief's designee may authorize expenditures from
30 the account. The account is subject to allotment procedures under
31 chapter 43.88 RCW. No appropriation is required for expenditures prior
32 to July 1, 1997. After June 30, 1997, the account shall be subject to
33 appropriation. During the 2009-2011 fiscal biennium, the legislature
34 may transfer from the fingerprint identification account to the state
35 general fund such amounts as reflect the excess fund balance of the

1 account. During the 2013-2015 fiscal biennium, funds in the account
2 may be used for expenditures that support the criminal records
3 management division of the state patrol.

4 **Sec. 917.** RCW 43.79.480 and 2013 2nd sp.s. c 4 s 980 are each
5 amended to read as follows:

6 (1) Moneys received by the state of Washington in accordance with
7 the settlement of the state's legal action against tobacco product
8 manufacturers, exclusive of costs and attorneys' fees, shall be
9 deposited in the tobacco settlement account created in this section
10 except as these moneys are sold or assigned under chapter 43.340 RCW.

11 (2) The tobacco settlement account is created in the state
12 treasury. Moneys in the tobacco settlement account may only be
13 transferred to the state general fund, and to the tobacco prevention
14 and control account for purposes set forth in this section. The
15 legislature shall transfer amounts received as strategic contribution
16 payments as defined in RCW 43.350.010 to the life sciences discovery
17 fund created in RCW 43.350.070. During the 2009-2011 and 2011-2013
18 fiscal biennia, the legislature may transfer less than the entire
19 strategic contribution payments, and may transfer amounts attributable
20 to strategic contribution payments into the basic health plan
21 stabilization account. During the 2013-2015 fiscal biennium, the
22 legislature may transfer less than the entire strategic contribution
23 payments, and may transfer amounts attributable to strategic
24 contribution payments into the state general fund and the education
25 legacy trust account.

26 (3) The tobacco prevention and control account is created in the
27 state treasury. The source of revenue for this account is moneys
28 transferred to the account from the tobacco settlement account,
29 investment earnings, donations to the account, and other revenues as
30 directed by law. Expenditures from the account are subject to
31 appropriation. During the 2009-2011 fiscal biennium, the legislature
32 may transfer from the tobacco prevention and control account to the
33 state general fund such amounts as represent the excess fund balance of
34 the account.

35 **Sec. 918.** RCW 43.101.220 and 2009 c 146 s 2 are each amended to
36 read as follows:

1 (1) The corrections personnel of the state and all counties and
2 municipal corporations initially employed on or after January 1, 1982,
3 shall engage in basic corrections training which complies with
4 standards adopted by the commission. The training shall be
5 successfully completed during the first six months of employment of the
6 personnel, unless otherwise extended or waived by the commission, and
7 shall be requisite to the continuation of employment.

8 (2) The commission shall provide the training required in this
9 section, together with facilities, supplies, materials, and the room
10 and board for noncommuting attendees, except during the 2013-2015
11 fiscal biennium, when the employing county, municipal corporation, or
12 state agency shall reimburse the commission for twenty-five percent of
13 the cost of training its personnel.

14 (3)(a) Subsections (1) and (2) of this section do not apply to the
15 Washington state department of corrections prisons division. The
16 Washington state department of corrections is responsible for
17 identifying training standards, designing curricula and programs, and
18 providing the training for those corrections personnel employed by it.
19 In doing so, the secretary of the department of corrections shall
20 consult with staff development experts and correctional professionals
21 both inside and outside of the agency, to include soliciting input from
22 labor organizations.

23 (b) The commission and the department of corrections share the
24 responsibility of developing and defining training standards and
25 providing training for community corrections officers employed within
26 the community corrections division of the department of corrections.

27 **Sec. 919.** RCW 43.350.070 and 2011 c 5 s 916 are each amended to
28 read as follows:

29 The life sciences discovery fund is created in the custody of the
30 state treasurer. Only the board or the board's designee may authorize
31 expenditures from the fund. Expenditures from the fund may be made
32 only for purposes of this chapter. Administrative expenses of the
33 authority, including staff support, may be paid only from the fund.
34 Revenues to the fund consist of transfers made by the legislature from
35 strategic contribution payments deposited in the tobacco settlement
36 account under RCW 43.79.480, moneys received pursuant to contribution
37 agreements entered into pursuant to RCW 43.350.030, moneys received

1 from gifts, grants, and bequests, and interest earned on the fund.
2 During the ((2009-2011)) 2013-2015 fiscal biennium, the legislature may
3 transfer to other state funds or accounts such amounts as represent the
4 excess balance of the life sciences discovery fund.

5 **Sec. 920.** RCW 50.16.010 and 2013 c 189 s 1 are each amended to
6 read as follows:

7 (1) There shall be maintained as special funds, separate and apart
8 from all public moneys or funds of this state an unemployment
9 compensation fund and an administrative contingency fund, which shall
10 be administered by the commissioner exclusively for the purposes of
11 this title, and to which RCW 43.01.050 shall not be applicable.

12 (2)(a) The unemployment compensation fund shall consist of:

13 (i) All contributions collected under RCW 50.24.010 and payments in
14 lieu of contributions collected pursuant to the provisions of this
15 title;

16 (ii) Any property or securities acquired through the use of moneys
17 belonging to the fund;

18 (iii) All earnings of such property or securities;

19 (iv) Any moneys received from the federal unemployment account in
20 the unemployment trust fund in accordance with Title XII of the social
21 security act, as amended;

22 (v) All money recovered on official bonds for losses sustained by
23 the fund;

24 (vi) All money credited to this state's account in the unemployment
25 trust fund pursuant to section 903 of the social security act, as
26 amended;

27 (vii) All money received from the federal government as
28 reimbursement pursuant to section 204 of the federal-state extended
29 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304);

30 (viii) The portion of the additional penalties as provided in RCW
31 50.20.070(2) that is fifteen percent of the amount of benefits overpaid
32 or deemed overpaid; and

33 (ix) All moneys received for the fund from any other source.

34 (b) All moneys in the unemployment compensation fund shall be
35 commingled and undivided.

36 (3)(a) Except as provided in (b) of this subsection, the
37 administrative contingency fund shall consist of:

1 (i) All interest on delinquent contributions collected pursuant to
2 this title;

3 (ii) All fines and penalties collected pursuant to the provisions
4 of this title, except the portion of the additional penalties as
5 provided in RCW 50.20.070(2) that is fifteen percent of the amount of
6 benefits overpaid or deemed overpaid;

7 (iii) All sums recovered on official bonds for losses sustained by
8 the fund; and

9 (iv) Revenue received under RCW 50.24.014.

10 (b) All fees, fines, forfeitures, and penalties collected or
11 assessed by a district court because of the violation of this title or
12 rules adopted under this title shall be remitted as provided in chapter
13 3.62 RCW.

14 (c) Except as provided in (d) of this subsection, moneys available
15 in the administrative contingency fund, other than money in the special
16 account created under RCW 50.24.014, shall be expended upon the
17 direction of the commissioner, with the approval of the governor,
18 whenever it appears to him or her that such expenditure is necessary
19 solely for:

20 (i) The proper administration of this title and that insufficient
21 federal funds are available for the specific purpose to which such
22 expenditure is to be made, provided, the moneys are not substituted for
23 appropriations from federal funds which, in the absence of such moneys,
24 would be made available.

25 (ii) The proper administration of this title for which purpose
26 appropriations from federal funds have been requested but not yet
27 received, provided, the administrative contingency fund will be
28 reimbursed upon receipt of the requested federal appropriation.

29 (iii) The proper administration of this title for which compliance
30 and audit issues have been identified that establish federal claims
31 requiring the expenditure of state resources in resolution. Claims
32 must be resolved in the following priority: First priority is to
33 provide services to eligible participants within the state; second
34 priority is to provide substitute services or program support; and last
35 priority is the direct payment of funds to the federal government.

36 (d)(i) During the 2007-2009 fiscal biennium, moneys available in
37 the administrative contingency fund, other than money in the special
38 account created under RCW 50.24.014(1)(a), shall be expended as

1 appropriated by the legislature for: (A) The cost of the job skills or
2 worker retraining programs at the community and technical colleges and
3 administrative costs at the state board for community and technical
4 colleges; and (B) reemployment services such as business and project
5 development assistance, local economic development capacity building,
6 and local economic development financial assistance at the department
7 of commerce. The remaining appropriation may be expended as specified
8 in (c) of this subsection.

9 (ii) During the (~~(2009-2011)~~) 2013-2015 fiscal biennium, moneys
10 available in the administrative contingency fund, other than money in
11 the special account created under RCW 50.24.014(1)(a), shall be
12 expended (~~(by)~~) as appropriated by the legislature for: (A) The
13 department of social and health services (~~(as appropriated by the~~
14 legislature)) for employment and training services and programs in the
15 WorkFirst program(~~(, and for)~~); (B) the administrative costs of state
16 agencies participating in the WorkFirst program; and (C) by the
17 commissioner for the work group on agricultural and agricultural-
18 related issues as provided in the 2013-2015 omnibus operating
19 appropriations act. The remaining appropriation may be expended as
20 specified in (c) of this subsection.

21 (4) Money in the special account created under RCW 50.24.014(1)(a)
22 may only be expended, after appropriation, for the purposes specified
23 in this section and RCW 50.62.010, 50.62.020, 50.62.030, 50.24.014,
24 50.44.053, and 50.22.010.

25 **Sec. 921.** RCW 67.70.260 and 2011 1st sp.s. c 50 s 962 are each
26 amended to read as follows:

27 There is hereby created the lottery administrative account in the
28 state treasury. The account shall be managed, controlled, and
29 maintained by the director. The legislature may appropriate from the
30 account for the payment of costs incurred in the operation and
31 administration of the lottery. During the 2001-2003 fiscal biennium,
32 the legislature may transfer from the lottery administrative account to
33 the state general fund such amounts as reflect the appropriations
34 reductions made by the 2002 supplemental appropriations act for
35 administrative efficiencies and savings. During the (~~(2011-2013)~~)
36 2013-2015 fiscal biennium, the lottery administrative account may also

1 be used to fund an independent forecast of the lottery revenues
2 conducted by the economic and revenue forecast council.

3 **Sec. 922.** RCW 77.36.170 and 2013 c 329 s 2 are each amended to
4 read as follows:

5 (1) The department may pay no more than fifty thousand dollars per
6 fiscal year from the state wildlife account created in RCW 77.12.170
7 for claims and assessment costs for injury or loss of livestock caused
8 by wolves submitted under RCW 77.36.100.

9 (2) Notwithstanding other provisions of this chapter, the
10 department may also accept and expend money from other sources to
11 address injury or loss of livestock or other property caused by wolves
12 consistent with the requirements on that source of funding.

13 (3) If any wildlife account expenditures authorized under
14 subsections (1) and (4) of this section are unspent as of June 30th of
15 a fiscal year, the state treasurer shall transfer the unspent amount to
16 the wolf-livestock conflict account created in RCW 77.36.180.

17 (4) During the 2014 fiscal year, the department may pay no more
18 than two hundred and fifty thousand dollars from the state wildlife
19 account created in RCW 77.12.170 for claims and assessment costs for
20 injury or loss of livestock caused by wolves submitted under RCW
21 77.36.100.

22 **Sec. 923.** RCW 82.08.160 and 2013 2nd sp.s. c 4 s 1003 are each
23 amended to read as follows:

24 (1) On or before the twenty-fifth day of each month, all taxes
25 collected under RCW 82.08.150 during the preceding month must be
26 remitted to the state department of revenue, to be deposited with the
27 state treasurer. Except as provided in subsections (2), (3), and (4)
28 of this section, upon receipt of such moneys the state treasurer must
29 credit sixty-five percent of the sums collected and remitted under RCW
30 82.08.150 (1) and (2) and one hundred percent of the sums collected and
31 remitted under RCW 82.08.150 (3) and (4) to the state general fund and
32 thirty-five percent of the sums collected and remitted under RCW
33 82.08.150 (1) and (2) to a fund which is hereby created to be known as
34 the "liquor excise tax fund."

35 (2) During the 2012 fiscal year, 66.19 percent of the sums
36 collected and remitted under RCW 82.08.150 (1) and (2) must be

1 deposited in the state general fund and the remainder collected and
2 remitted under RCW 82.08.150 (1) and (2) must be deposited in the
3 liquor excise tax fund.

4 (3) During fiscal year 2013, all funds collected under RCW
5 82.08.150 (1), (2), (3), and (4) must be deposited into the state
6 general fund.

7 (4) During the 2013-2015 fiscal biennium, (~~eighty-two~~)
8 seventy-seven and one-half percent of the sums collected and remitted
9 under RCW 82.08.150 (1) and (2) must be deposited in the state general
10 fund, and the remainder collected and remitted under RCW 82.08.150 (1)
11 and (2) must be deposited in the liquor excise tax fund. The
12 amendments in this section are curative, clarifying, and remedial and
13 apply retroactively to July 1, 2013.

14 **Sec. 924.** 2007 c 465 s 3 (uncodified) is amended to read as
15 follows:

16 **CHILD WELFARE DISPROPORTIONALITY ADVISORY COMMITTEE EXPIRATION**

17 This act expires June 30, (~~2014~~) 2015.

18 **Sec. 925.** 2009 c 520 s 96 (uncodified) is amended to read as
19 follows:

20 **CHILD WELFARE DISPROPORTIONALITY ADVISORY COMMITTEE EXPIRATION**

21 Section 63 of this act expires June 30, (~~2014~~) 2015.

22 NEW SECTION. **Sec. 926.** If any provision of this act or its
23 application to any person or circumstance is held invalid, the
24 remainder of the act or the application of the provision to other
25 persons or circumstances is not affected.

26 NEW SECTION. **Sec. 927.** This act is necessary for the immediate
27 preservation of the public peace, health, or safety, or support of the
28 state government and its existing public institutions, and takes effect
29 immediately.

(End of Bill)

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ESSB 6002 - CONF REPT
By Conference Committee

1 On page 1, line 1 of the title, after "matters;" strike the
2 remainder of the title and insert "amending RCW 36.28A.300, 36.28A.320,
3 41.05.130, 43.19.025, 43.43.839, 43.79.480, 43.101.220, 43.350.070,
4 50.16.010, 67.70.260, 77.36.170, and 82.08.160; amending 2013 2nd sp.s.
5 c 4 ss 101, 102, 103, 104, 105, 106, 107, 108, 110, 111, 112, 113, 114,
6 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128,

1 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142,
2 143, 144, 145, 147, 148, 149, 150, 201, 202, 203, 204, 205, 206, 207,
3 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221,
4 222, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 401, 402,
5 501, 502, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516,
6 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615,
7 616, 617, 618, 619, 620, 701, 702, 703, 704, 706, 710, 714, 801, 802,
8 803, 804, 805, 903, 932, 933, 937, 939, and 943 (uncodified); amending
9 2013 2nd sp.s. c 35 s 39 (uncodified); amending 2007 c 465 s 3
10 (uncodified); amending 2009 c 520 s 96 (uncodified); adding new
11 sections to 2013 2nd sp.s. c 4 (uncodified); adding a new section to
12 chapter 28A.710 RCW; repealing 2013 2nd sp.s. c 4 ss 715 and 720
13 (uncodified); repealing 2013 2nd sp.s. c 35 s 40 (uncodified); making
14 appropriations; and declaring an emergency."

--- END ---